

Berwyn South School District 100

Berwyn, Illinois

Annual Financial Report

Year Ended June 30, 2020

Berwyn South School District 100
Annual Financial Report
For the Year Ended June 30, 2020

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Independent Auditors' Report

To Members of the Board of Education
Berwyn South School District 100
Berwyn, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Berwyn South School District 100 (District), as of and for the period ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the Table of Contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We have conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit includes performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

To the Board of Education
Berwyn South School District 100

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2020, and the respective changes in financial position, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 11, other post-employment benefits information on page 64, the Teachers Retirement System Fund pension data on page 65, Teachers Health Insurance Security pension data on page 66, the Illinois Municipal Retirement Fund pension data on page 67-69, and budgetary comparison schedules and notes to the required supplementary information on pages 70 through 84, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the other information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual nonmajor fund financial statements and the statistical tables are presented for purposes of additional analysis and are not a required part of the financial statements.

The supplementary financial information is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of

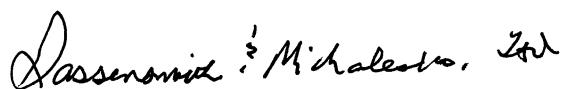
To the Board of Education
Berwyn South School District 100

America. In our opinion, the supplementary financial information for the year ended June 30, 2020 is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the District's basic financial statements for the year ended June 30, 2019, which are not presented with the accompanying financial statements and we expressed unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements as a whole. The 2019 other supplementary information is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2019 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2019 other supplementary information is fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 27, 2020, on our consideration of the District's internal control over financial reporting and our tests of its compliance with provisions of laws, regulations, contracts and other matters. The purpose of that report is to describe the scope of testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting and compliance. The report is an internal part of an audit performed in accordance with *Governmental Auditing Standards* and should be considered in assessing the results of our audit.



Gassensmith & Michalesko, Ltd.
Certified Public Accountants

October 27, 2020

Berwyn South School District 100

Management's Discussion and Analysis

For the Year Ended June 30, 2020

(Unaudited)

The discussion and analysis of Berwyn South School District 100's (The District) financial performance provides an overall review of the District's financial activities for the year ended June 30, 2020. The intent of this management discussion and analysis is to look at the District's performance as a whole. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements and notes to the financial statements to enhance their understanding of the District's financial performance.

Financial Highlights

- Net position of the governmental activities increased by approximately \$7.1 million to \$2,027,350 in fiscal year 2020.
- Total revenues increased by approximately \$2.8 million to \$72.1 million in fiscal year 2020. This represents an increase of 3.8%. Property tax revenue accounts for 27.6% of total revenues.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The basic financial statements are comprised of three components:

- Government-wide financial statements,
- Fund financial statements, and
- Notes to the financial statements.

This report also contains required and other supplementary information in addition to the basic financial statements.

Government-wide financial statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the District's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the fiscal year being reported. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash

Berwyn South School District 100
Management's Discussion and Analysis
For the Year Ended June 30, 2020
(Unaudited)

flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements present the functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The District has no business-type activities; that is, functions that are intended to recover all or a significant portion of their costs through user fees and charges, with the exception of the Food Service Program. The District's governmental activities include instructional services (regular education, special education and other), supporting services, operations and maintenance of facilities and transportation services.

Fund financial statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds (the District maintains no proprietary funds).

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of expendable resources available at the end of the fiscal year. Such information may be useful in evaluating a school district's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and change in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains seven individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances of the General (includes the Educational and Working Cash funds), Operations and Maintenance, Transportation, IMRF/Social Security, Debt Service and Capital Projects Funds, all of which are considered to be major funds.

Berwyn South School District 100
Management's Discussion and Analysis
For the Year Ended June 30, 2020
(Unaudited)

The District adopts an annual budget for each of the funds listed above. A budgetary comparison schedule has been provided for each fund to demonstrate compliance with this budget.

Fiduciary funds are used to account for resources held for the benefit of parties outside the school district. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is much like that for the government-wide financial statements.

Notes to the financial statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide pension benefits to its noncertified employees.

Government-Wide Financial Analysis

- As seen in Table 1, the District's net position increased by approximately \$7.1 million.
- As seen in Table 2, the District's total revenues were \$72.1 million.

Property taxes and state evidence based funding are still the major revenue sources for the District, representing approximately 59.8% of the District's revenue. The remainder of the District's revenues came from state and federal grants, fees charged for services and special education reimbursements.

The total cost of all programs and services was \$65.0 million. The District's expenses are predominately related to instructing, caring for (pupil services), and transporting students. The District's administrative and business activities accounted for 9.64% of total costs.

Berwyn South School District 100
Management's Discussion and Analysis
For the Year Ended June 30, 2020
(Unaudited)

Table 1 Condensed Statement of Net Position		
	<u>2020</u>	<u>2019</u>
Current and other assets	47,209,088	40,308,771
Capital assets	<u>25,792,872</u>	<u>25,092,264</u>
Total assets	<u>73,001,960</u>	<u>65,401,035</u>
Deferred outflows of resources	<u>3,345,601</u>	<u>3,666,617</u>
Total assets and deferred outflows	<u>76,347,561</u>	<u>69,067,652</u>
Long-term debt outstanding	60,061,239	61,885,240
Other liabilities	<u>3,449,109</u>	<u>3,917,648</u>
Total liabilities	<u>63,510,348</u>	<u>65,802,888</u>
Deferred inflows of resources	<u>10,809,863</u>	<u>8,375,740</u>
Net position:		
Net investment in capital assets	10,632,873	13,137,482
Restricted	9,504,305	8,310,206
Unrestricted	<u>(18,109,828)</u>	<u>(26,558,664)</u>
Total net position	<u>2,027,350</u>	<u>(5,110,976)</u>
Total liabilities, deferred inflows and net position	<u>76,347,561</u>	<u>69,067,652</u>

Berwyn South School District 100
Management's Discussion and Analysis
For the Year Ended June 30, 2020
(Unaudited)

Table 2			
Changes in Net Position			
	<u>2020</u>	<u>2019</u>	<u>% Change</u>
Revenues:			
Program revenues:			
Charges for services	229,854	300,613	-30.8%
Operating/capital grants and contributions	25,307,462	23,131,393	8.6%
General revenues:			
Taxes	19,935,537	20,000,119	-0.3%
State aid	25,870,980	24,851,841	3.9%
Sales of capital assets	112,463	83,366	0.0%
Other	670,567	1,006,922	-50.2%
Total revenues	<u>72,126,863</u>	<u>69,374,254</u>	3.8%
Expenses:			
Instruction	45,590,444	42,347,509	7.1%
Pupil and instructional services	4,259,833	3,945,617	7.4%
Administration and business	6,823,863	7,526,557	-10.3%
Transportation	1,463,496	1,390,293	5.0%
Operations and maintenance	3,517,428	4,899,347	-39.3%
Other	3,333,473	1,829,160	45.1%
Total expenses	<u>64,988,537</u>	<u>61,938,483</u>	4.7%
Increase (decrease) in net position	<u><u>7,138,326</u></u>	<u><u>7,435,771</u></u>	

Financial Analysis of the District's Funds

The District's governmental funds balance increased from \$35.5 million to \$41.4 million. Revenues exceeded expenditures in the General Fund by \$8.9 million, in the Operations and Maintenance Fund by \$1.4 million, in the Transportation Fund by \$100 thousand and expenditures exceeded revenues in the Capital Projects Fund by \$2.2 million, in the Municipal Retirement Fund by \$32 thousand, and in the Debt Service Fund by \$2.6 million. Overall, the District's government funds had a net increase in fund balance of \$5.9 million. The General Fund ended the fiscal year with a fund balance of \$31.4 million. There are no restrictions, commitments, or limitations on the fund balances of the District that would significantly affect the availability of fund resources for future use.

Berwyn South School District 100
Management's Discussion and Analysis
For the Year Ended June 30, 2020
(Unaudited)

General Fund Budgetary Highlights

The District amended the annual operating budget for the year ended June 30, 2020.

The District's final budget anticipated that revenues would exceed expenditures by \$4.6 million in the General Fund and \$1.7 million District as a whole. The actual results for the year show revenues over expenditures of \$8.9 million for the general fund.

Actual revenues were \$1.2 million more than budgeted for the General Fund, primarily due to timeliness of property tax payments and both state and federal grants.

Actual expenditures were less than budgeted expenditures by \$2.7 million for the General Fund.

Capital Asset and Debt Administration

Capital Assets

By the end of fiscal 2020, the District has compiled a total investment of \$55,639,352 (\$30,979,138 net of accumulated depreciation). Total depreciation expense for the year was \$1,549,156, while additions to buildings, vehicles and equipment amounted to \$2,513,730. More detailed information about capital assets can be found in Note 5 of the notes to the financial statements.

Table 3 Capital Assets (net of depreciation)			
	<u>2020</u>	<u>2019</u>	<u>% Change</u>
Land	3,997,483	3,997,483	0.0%
Contruction in process	1,132,659	263,966	76.7%
Buildings	19,178,242	18,660,390	2.7%
Equipment and vehicles	1,484,489	2,170,425	-46.2%
Total	<u>25,792,873</u>	<u>25,092,264</u>	2.7%

Berwyn South School District 100
Management's Discussion and Analysis
For the Year Ended June 30, 2020
(Unaudited)

Capital Asset and Debt Administration (continued)

The current facilities of the District adequately accommodate the District's present enrollment. The near-term future plans call for repairs and maintenance to existing facilities as the main capital needs of the District.

Long-term debt

At year-end, the District had \$60.1 million in general obligation bonds and other long-term debt outstanding, including net pension liabilities.

The District continued to pay down its debt, retiring \$2,590,000 of existing bonds and \$127,760 of capital lease certificates.

More detailed information on long-term debt can be found in Note 6 of the notes to the financial statements.

Table 4 Outstanding Long-Term Debt			
	<u>2020</u>	<u>2019</u>	<u>% Change</u>
General obligation bonds and notes	30,066,742	32,144,856	-6.9%
Capital leases and other	-	127,760	-100.0%
Compensated absences	407,321	334,145	18.0%
Net Pension Liabilities	<u>29,587,176</u>	<u>29,278,479</u>	1.0%
Total	<u><u>60,061,239</u></u>	<u><u>61,885,240</u></u>	-3.0%

Berwyn South School District 100
Management's Discussion and Analysis
For the Year Ended June 30, 2020
(Unaudited)

Factors Bearing on the District's Future

The District's certified, paraprofessional, and custodial staffs are under contract through fiscal years 2022, 2022 and 2023 respectively. Property tax revenue increases are limited by increases in the Consumer Price Index.

Requests for Information

This financial report is designed to provide the District's citizens, taxpayers and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report, or need additional financial information, contact the Business Office:

Berwyn South School District 100
3401 Gunderson Avenue
Berwyn, Illinois 60402
(708) 795-2300

BASIC FINANCIAL STATEMENTS

BERWYN SOUTH SCHOOL DISTRICT 100
STATEMENT OF NET POSITION- GOVERNMENTAL ACTIVITIES
June 30, 2020

ASSETS

Cash and investments	34,661,105
Receivable (net of allowance for uncollectibles):	
Property Taxes	11,207,773
Replacement taxes	89,770
Intergovernmental	815,118
Prepaid items	435,322
Capital assets:	
Land	3,997,482
Other capital assets, net of depreciation	21,795,390
Total assets	73,001,960

DEFERRED OUTFLOWS OF RESOURCES

Deferred outflows of resources related to pensions	3,345,601
Total assets and deferred outflows of resources	76,347,561

LIABILITIES

Accounts payable	165,725
Salaries and wages payable	2,996,517
Payroll deductions payable	152,429
Interest payable	134,438
Long-term liabilities:	
Due within one year	2,635,000
Due after one year	57,426,239
Total liabilities	63,510,348

DEFERRED INFLOWS OF RESOURCES

Deferred inflows of resources related to pensions	8,273,661
Deferred inflows of resources related to taxes	2,536,202

NET POSITION

Net investment in capital assets	10,632,873
Restricted For:	
Debt Service	3,169,678
Student transportation	1,478,614
Retirement benefits	1,330,430
Operations and maintenance	3,525,583
Unrestricted	(18,109,828)
Total Net Position	2,027,350

The notes to the basic financial statements are an integral part of this statement.

BERWYN SOUTH SCHOOL DISTRICT 100
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020

<u>Functions/Programs</u>	<u>Expenses</u>	<u>PROGRAM REVENUES</u>		Net (Expenses) Revenue and Changes in Net <u>Position</u>
		<u>Changes for Services</u>	<u>Operating Grants and Contributions</u>	
Governmental activities				
Instruction:				
Regular programs	18,902,330	229,854	1,024,590	(17,647,886)
Special programs	8,052,426	-	2,174,508	(5,877,918)
Other instructional programs	1,348,222	-	1,416,844	68,622
State retirement contributions	17,287,466	-	17,287,466	-
Support services:				
Pupils	2,738,220	-	-	(2,738,220)
Instructional staff	1,521,613	-	99,788	(1,421,825)
General administration	555,999	-	-	(555,999)
School administration	3,971,115	-	-	(3,971,115)
Business	2,296,749	-	2,456,623	159,874
Transportation	1,463,496	-	705,633	(757,863)
Operations and maintenance	3,517,428	-	50,000	(3,467,428)
Central	-	-	-	-
Other supporting services	38,207	-	92,010	53,803
Community services	366,425	-	-	(366,425)
Interest and fees	2,928,841	-	-	(2,928,841)
Total governmental activities	<u>64,988,537</u>	<u>229,854</u>	<u>25,307,462</u>	<u>(39,451,221)</u>

GENERAL REVENUES:

Taxes:

Real estate taxes, levied for general purposes	13,978,800
Real estate taxes, levied for specific purposes	3,971,741
Real estate taxes, levied for debt service	1,591,236
Personal property replacement taxes	393,760
State aid-formula grants	25,870,980
Sales of capital assets	112,463
Investment earnings	429,693
Other Revenues	<u>240,874</u>
Total general revenues	<u>46,589,547</u>
Change in net position	7,138,326
Net Position -Beginning	<u>(5,110,976)</u>

Net Position - End 2,027,350

The notes to the basic financial statements are an integral part of this statement.

BERWYN SOUTH SCHOOL DISTRICT 100
GOVERNMENTAL FUNDS
BALANCE SHEET

June 30, 2020

With Comparative Totals for June 30, 2019

	<u>General</u>	<u>Operations and Maintenance</u>	<u>Transportation</u>
<u>ASSETS</u>			
Cash and investments	27,141,543	2,697,957	979,212
Receivables (net of allowance for uncollectibles):			
Property taxes	7,988,184	1,195,050	418,439
Replacement taxes	89,770	-	-
Intergovernmental	640,033	-	175,085
Prepaid items	<u>371,540</u>	<u>42,521</u>	<u>21,261</u>
Total assets	<u><u>36,231,070</u></u>	<u><u>3,935,528</u></u>	<u><u>1,593,997</u></u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Accounts payable	66,881	98,844	-
Salaries and wages payable	2,996,517	-	-
Payroll deductions payable	<u>46,191</u>	<u>-</u>	<u>-</u>
Total liabilities	<u><u>3,109,589</u></u>	<u><u>98,844</u></u>	<u><u>-</u></u>
Deferred Inflows of Resources			
Unearned revenue	<u>1,795,903</u>	<u>268,580</u>	<u>94,122</u>
Fund balances:			
Nonspendable	371,540	42,521	21,261
Restricted - Debt Service	-	-	-
Restricted - Student Transportation	-	-	1,478,614
Restricted - Retirement Benefits	-	-	-
Restricted - Operations & Maintenance	-	3,525,583	-
Unassigned	<u>30,954,038</u>	<u>-</u>	<u>-</u>
Total fund balance	<u><u>31,325,578</u></u>	<u><u>3,568,104</u></u>	<u><u>1,499,875</u></u>
Total liabilities and fund balance	<u><u>36,231,070</u></u>	<u><u>3,935,528</u></u>	<u><u>1,593,997</u></u>

The notes to the basic financial statements are an integral part of this statement.

Municipal Retirement/ Soc. Sec	Debt Service	Capital Projects	Total	
			2020	2019
927,992	2,449,851	464,550	34,661,105	30,951,175
655,995	950,105	-	11,207,773	7,900,462
-	-	-	89,770	59,996
-	-	-	815,118	1,325,431
-	-	-	435,322	71,707
<u>1,583,987</u>	<u>3,399,956</u>	<u>464,550</u>	<u>47,209,088</u>	<u>40,308,771</u>
-	-	-	165,725	160,568
-	-	-	2,996,517	3,490,824
<u>106,238</u>	<u>-</u>	<u>-</u>	<u>152,429</u>	<u>130,818</u>
<u>106,238</u>	<u>-</u>	<u>-</u>	<u>3,314,671</u>	<u>3,782,210</u>
<u>147,319</u>	<u>230,278</u>	<u>-</u>	<u>2,536,202</u>	<u>1,061,344</u>
-	-	-	435,322	71,707
-	3,169,678	-	3,169,678	3,455,153
-	-	-	1,478,614	1,377,592
1,330,430	-	-	1,330,430	1,362,797
-	-	-	3,525,583	2,114,664
-	-	464,550	31,418,588	27,083,304
<u>1,330,430</u>	<u>3,169,678</u>	<u>464,550</u>	<u>41,358,215</u>	<u>35,465,217</u>
<u>1,583,987</u>	<u>3,399,956</u>	<u>464,550</u>	<u>47,209,088</u>	<u>40,308,771</u>

The notes to the basic financial statements are an integral part of this statement.

BERWYN SOUTH SCHOOL DISTRICT 100
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
For the Year Ended June 30, 2020

Amounts reported for governmental activities in the statement of net position are different because:

Total fund balances - governmental funds	41,358,215
--	------------

Net capital assets used in governmental activities and included in the statement of net position do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds balance sheet.	25,792,872
--	------------

Interest on long-term liabilities accrued in the statement of net position will not be paid with current financial resources and, accordingly, is not recognized in the governmental funds balance	(134,438)
--	-----------

Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the governmental funds:

Deferred outflows of resources related to pensions	3,345,601
Deferred inflows of resources related to pensions	(8,273,661)

Long-term liabilities included in the statement of net position are not due and payable in the current period and, accordingly, are not recognized in the governmental funds balance sheet.	<u>(60,061,239)</u>
---	---------------------

Net Position - governmental activities	<u><u>2,027,350</u></u>
--	-------------------------

The notes to the basic financial statements are an integral part of this statement.

BERWYN SOUTH SCHOOL DISTRICT 100
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 2020
With Comparative Actual Totals for the Year Ended June 30, 2019

	<u>General</u>	<u>Operations and Maintenance</u>	<u>Transportation</u>
Revenues			
Property Taxes	13,978,800	2,091,384	732,180
Replacement taxes	379,465	-	-
State aid	42,963,505	2,390,307	705,633
Federal aid	5,093,356	-	25,000
Interest	429,693	-	-
Other	291,979	156,928	15,385
Total revenues	<u>63,136,798</u>	<u>4,638,619</u>	<u>1,478,198</u>
Expenditures			
Current:			
Instruction:			
Regular programs	16,304,349	-	-
Special programs	7,595,628	-	-
Other instructional programs	1,336,103	-	-
State retirement contributions	17,287,466	-	-
Support services:			
Pupils	2,664,070	-	-
Instructional staff	1,445,919	-	-
General administration	547,837	-	-
School administration	3,834,904	-	-
Business	2,259,801	-	-
Transportation	-	-	1,373,842
Operations and maintenance	38,841	3,209,832	-
Central	-	-	-
Other supporting services	38,207	-	-
Community services	365,954	-	-
Nonprogrammed charges	207,992	-	-
Debt service:			
Principal	-	-	-
Interest and other	-	-	-
Capital outlay	272,460	11,200	-
Total expenditures	<u>54,199,531</u>	<u>3,221,032</u>	<u>1,373,842</u>
Excess (deficiency) of revenues over expenditures	8,937,267	1,417,587	104,356
Other financing sources (uses)			
Transfers in	-	-	-
Transfers (out)	(3,449,890)	-	-
Sales of capital assets	112,463	-	-
Bond Proceeds	-	-	-
Bond Premium	-	-	-
Transfer to Escrow	-	-	-
Other sources	-	-	-
Total other financing sources (uses)	<u>(3,337,427)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	5,599,840	1,417,587	104,356
Fund balance, beginning of year	<u>25,725,738</u>	<u>2,150,517</u>	<u>1,395,519</u>
Fund balance, end of year	<u><u>31,325,578</u></u>	<u><u>3,568,104</u></u>	<u><u>1,499,875</u></u>

The notes to the basic financial statements are an integral part of this statement.

			Total	
Municipal Retirement/ Soc. Sec	Debt Service	Capital Projects	2020	2019
1,148,177	1,591,236	-	19,541,777	19,664,053
14,295	-	-	393,760	336,066
-	-	-	46,059,445	42,125,430
-	-	-	5,118,356	5,857,505
-	-	-	429,693	555,480
-	7,077	-	471,369	752,353
<u>1,162,472</u>	<u>1,598,313</u>	<u>-</u>	<u>72,014,400</u>	<u>69,290,887</u>
243,869	-	-	16,548,218	15,187,880
248,806	-	-	7,844,434	7,137,724
12,119	-	-	1,348,222	1,617,696
-	-	-	17,287,466	14,172,999
74,150	-	-	2,738,220	2,193,635
75,694	-	-	1,521,613	1,751,982
8,162	-	-	555,999	557,821
136,211	-	-	3,971,115	4,310,417
36,948	-	-	2,296,749	2,254,844
89,654	-	-	1,463,496	1,390,293
268,755	-	-	3,517,428	4,899,347
-	-	-	-	-
-	-	-	38,207	36,250
471	-	-	366,425	367,225
-	-	-	207,992	207,205
-	2,717,760	-	2,717,760	2,460,047
-	1,497,955	-	1,497,955	1,542,608
-	-	2,230,070	2,513,730	1,815,973
<u>1,194,839</u>	<u>4,215,715</u>	<u>2,230,070</u>	<u>66,435,029</u>	<u>61,903,946</u>
(32,367)	(2,617,402)	(2,230,070)	5,579,371	7,386,941
-	2,130,763	1,319,127	3,449,890	4,885,824
-	-	-	(3,449,890)	(4,885,824)
-	-	-	112,463	83,366
-	15,600,000	-	15,600,000	-
-	1,176,742	-	1,176,742	-
-	(16,575,578)	-	(16,575,578)	-
-	-	-	-	-
-	2,331,927	1,319,127	313,627	83,366
(32,367)	(285,475)	(910,943)	5,892,998	7,470,307
<u>1,362,797</u>	<u>3,455,153</u>	<u>1,375,493</u>	<u>35,465,217</u>	<u>27,994,910</u>
<u>1,330,430</u>	<u>3,169,678</u>	<u>464,550</u>	<u>41,358,215</u>	<u>35,465,217</u>

The notes to the basic financial statements are an integral part of this statement.

BERWYN SOUTH SCHOOL DISTRICT 100
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO
THE STATEMENT OF ACTIVITIES

Amounts reported for governmental activities in the statement of activities are different because:

Net changes in fund balances - total governmental funds	5,892,998
---	-----------

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense in the current period.	700,608
--	---------

Governmental funds report the effect of deferred charges when the debt is issued. However, these amounts are deferred and amortized in the statement of activities. This is the amount of the current year, net effect of these differences.	(1,431,886)
--	-------------

The issue of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of government funds.	3,564,584
---	-----------

Governmental funds report district pension contributions as expenditures. However, in the statement of activities, the cost of pension benefits earned net of employee contributions is reported as	(308,697)
---	-----------

Change in deferred outflows and inflows related to pensions.	(1,280,281)
--	-------------

Accrued interest due in one year does not require the expenditure of current financial resources of governmental funds.	<u>1,000</u>
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Change in net position - governmental activities	<u><u>7,138,326</u></u>
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The notes to the basic financial statements are an integral part of this statement.

BERWYN SOUTH SCHOOL DISTRICT 100
AGENCY FUND
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
June 30, 2020

	<u>ASSETS</u>	
Cash and investments		<u>45,096</u>
	<u>LIABILITIES</u>	
Due to student groups		<u>45,096</u>

The notes to the basic financial statements are an integral part of this statement.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Berwyn South School District 100 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the District's accounting policies are described below.

A. Reporting Entity

The District is located in Cook County, Illinois. The District is governed by an elected Board of Education. The Board of Education maintains final responsibility for all personnel, budgetary, taxing and debt matters.

The District includes all funds of its operations that are controlled by or dependent upon the District, as determined on a basis of financial accountability. Financial accountability includes appointment of the organization's governing body, imposition of will and fiscal dependency. The accompanying financial statements include only those funds of the District, as there are no organizations for which it has financial accountability.

The District is not included as a component unit in any other governmental reporting entity, as defined by Governmental Accounting Standards Board (GASB) pronouncements.

B. Fund Accounting

The accounts of the District are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

Funds are classified into the following categories: governmental and fiduciary.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Fund Accounting (continued)

Governmental funds are used to account for all or most of the District's general activities, including the collection and disbursement of earmarked monies (Special Revenue Funds), the servicing of general long-term debt (Debt Service Funds), and the acquisition or construction of major capital facilities (Capital Projects Fund). The General Fund is used to account for all activities of the general government not accounted for in some other fund.

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the District.

C. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all the nonfiduciary activities of the District. The effect of interfund activity has been eliminated from these statements. Governmental activities normally are supported by taxes and intergovernmental revenues. The District considers all funds as major funds.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenue includes (1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported as general revenues instead.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Government-Wide and Fund Financial Statements (continued)

1. General Fund

The General Fund includes the Educational Fund Account and the Working Cash Fund Account. The Educational Fund Account is the District's primary operating account. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The Working Cash Fund Account is for the financial resources held by the District to be used as temporary interfund loans for working capital requirements to the special revenue fund's Operations and Maintenance and Transportation Funds. Money loaned by the Working Cash Fund Account to other funds must be repaid within one year. As allowed by the School Code of Illinois, this Fund may be partially abated to any fund in need as long as the District maintains a balance in the Working Cash Fund Account of at least .05% of the District's current equalized assessed valuation.

2. Special Revenue Funds

The special revenue funds are used to account for and report the proceeds of specific revenue sources (other than those accounted for in the Debt Service, Capital Projects or Fiduciary Funds) that are legally restricted to expenditures for specified purposes.

Each of the District's special revenue funds has been established as a separate fund in accordance with the fund structure required by the State of Illinois for local educational agencies. These funds account for local property taxes restricted to specific purposes. A brief description of the District's special revenue funds is as follows:

Operations and Maintenance Fund is used for expenditures made of operations, repair and maintenance of the District's buildings and land. Revenues consist primarily of local property taxes.

Transportation Fund accounts for all revenues and expenditures made for student transportation. Revenues are derived primarily from local property taxes and state reimbursement grants.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Government-Wide and Fund Financial Statements (continued)

2. Special Revenue Funds (continued)

Municipal Retirement/Social Security Fund accounts for the District's portion of pension contributions to the Illinois Municipal Retirement Fund, payments to Medicare, and payments to the Social Security System for noncertified employees. Revenues to finance contributions are derived primarily from local property taxes and personal property replacement taxes.

3. Debt Service Fund

The Debt Service Fund is used for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs. The primary revenue source is local property taxes levied specifically for debt service.

4. Capital Projects Fund

Capital Projects Fund accounts for financial resources to be used for the acquisition or construction of major capital facilities. Revenues are derived from property taxes, bond proceeds or transfers from other funds.

5. Fiduciary Fund

The Fiduciary Fund accounts for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments or other funds.

The Student Activity Funds are custodial in nature (assets equal liabilities) and do not involve measurement of the results of operations. These Funds account for assets held by the District which are owned, operated and managed generally by the student body, under the guidance and direction of adults or a staff member, for educational, recreational or cultural purposes. They account for activities such as student yearbook, student clubs and council, and scholarships.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Fund Balance

The Governmental Fund financial statements present fund balances based on classification that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

1. *Nonspendable* includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash such as prepaid items or inventories.
2. *Restricted* refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws and regulations of other governments, or are imposed by law through enabling legislation. Special revenue funds are by definition restricted for those specified purposes.
3. *Committed* refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision-making authority (the Board of Education). The Board of Education commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the District removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds.
4. *Assigned* refers to amounts that are constrained by the District's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by the Board of Education or the individual the Board of Education delegates the authority to assign amounts to be used for specific purposes.
5. *Unassigned* refers to all spendable amounts not contained in the other four classifications described above. In funds other than the General Fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed or assigned.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Fund Balance (continued)

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances and finally they act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

E. Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e. intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are considered to be available when they are collectible within the current period and soon enough thereafter to pay liabilities of the current period. The District considers all revenues to be available if they are collected within 60 days of the end of the current fiscal period. Revenues that are paid to the District by the Illinois State Board of Education are considered available if vouchered by year-end. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

Property and replacement taxes, interest and intergovernmental revenue associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports deferred inflows of resources as unearned revenue on its financial statements. Unearned revenue arises when a potential revenues does not meet both the “measurable” and “available” criteria for recognition in the current period. In subsequent periods,

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Measurement Focus, Basis of Accounting and Basis of Presentation (continued)

when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet and revenue is recognized.

F. Budgetary Data

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level. All annual budgets lapse at fiscal year-end.

G. Deposits and Investments

State statutes authorize the District to invest in obligations of the U.S. Treasury, certain highly rated commercial paper, corporate bonds, repurchase agreements and the money market mutual funds registered under the Investment Company Act of 1940, with certain restrictions. Investments are stated at fair value. Changes in the fair value of investments are recorded as investment income.

H. Personal Property Replacement Taxes

Personal property replacement tax revenues are first allocated to the Municipal Retirement/Social Security Fund, with the balance allocated at the discretion of the District.

I. Capital Assets

Capital assets, which include land, land improvements, buildings, building improvements, and equipment and vehicles, are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than \$2,500 and an estimated useful life of 5 years or more. Such assets are recorded at historical cost or the estimated fair value at the date of donation.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

I. Capital Assets (continued)

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets' lives are not capitalized.

Depreciation of capital assets is provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

<u>Assets</u>	<u>Years</u>
Land improvements	50
Buildings and building improvements	50
Transportation equipment	5
Other Equipment	3 - 10

J. Prepaid Items

Prepaid items, primarily insurance premiums and maintenance agreements, are recorded at cost and amortized over the terms of the underlying agreements. Reported prepaid expenditures are equally offset by fund balance reserves, which indicate that they do not constitute "available spendable resources" even though they are a component of current net position.

K. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources, while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

L. Restricted Net Position

For the government-wide financial statements, net position is reported as restricted when constraints placed on net position use are either (1) externally imposed by creditors, grantors, contributors or laws or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislation. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, and then unrestricted resources as they are needed.

M. Deferred Inflows/Outflows of Resources

Deferred outflows of resources represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The deferred inflows of resources represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

N. Use of Estimates

In preparing financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

O. Comparative Total Data

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the District's financial position and operations.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of Certain Differences Between the Governmental Funds Balance Sheet and the Government-wide Statement of Net Position

The governmental funds balance sheet includes a reconciliation between total fund balances- governmental funds and net position- governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that “Long-term liabilities included in the statement of net position are not due and payable in the current period and, accordingly, are not recognized in the governmental funds balance sheet.” The details of this difference are as follows:

General obligation bonds	\$ (28,890,000)
Compensated absences	(407,321)
Net Pension Liability - TRS	(2,162,205)
Net Pension Liability - IMRF	(1,933,675)
Net OPEB liability - THIS	(23,892,336)
Net Post-employment benefit obligation liability	(1,559,513)
Unamortized premium	<u>(1,176,742)</u>
Net adjustments to reduce fund balance -	
Total governmental funds to arrive at	
Net Position - governmental activities	<u><u>\$(60,061,239)</u></u>

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (continued)

B. Explanation of Certain Differences Between the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities

The governmental funds statement of revenues, expenditures and changes in fund balances includes a reconciliation between net change in fund balances - total governmental funds and change in net position - governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets are allocated over their estimated useful lives and reported as depreciation expense." The details of this difference are as follows:

Net capital outlay	\$ 2,249,764
Depreciation expense	<u>(1,549,156)</u>
Net adjustment to decrease net change in fund balances - total governmental funds to arrive at change in net position - governmental activities	\$ <u>700,608</u>

Another element of that reconciliation states that "The issuance of long-term debt (e.g. bonds, leases, employee benefits) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of government funds." The details of this difference are as follows:

Principal repayments:	
General obligation bonds	\$ 2,590,000
Leases	127,760
Principal issued:	
Refunding bonds	920,000
Compensated absences	<u>(73,176)</u>
Net adjustment to increase net change in fund balances - total governmental funds to arrive at change in net position - governmental activities.	\$ <u>3,564,584</u>

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 3 DEPOSITS AND INVESTMENTS

At June 30, 2020, the District's cash and investments consisted of the following:

	<u>Governmental</u>	<u>Fiduciary</u>	<u>Total</u>
Cash	<u>\$34,661,104</u>	<u>\$45,096</u>	<u>\$34,706,200</u>

A. Interest Rate Risk

The District's investment policy seeks to ensure preservation of capital in the District's overall portfolio. The highest return on investments is sought, consistent with the preservation of principal and prudent investment principles. The investment portfolio is required to provide sufficient liquidity to pay District obligations as they come due, considering maturity and marketability. The investment portfolio is also required to be diversified as to maturities and investments, as appropriate to the nature, purpose and amount of funds. The District will also consider investments in local financial institutions, recognizing their contribution to the community's economic development.

B. Concentration of Credit Risk

The District's investment policy requires diversification of the investment portfolio to minimize the risk of loss resulting from over concentration in a particular type of security, risk factor, issuer or maturity. The policy requires diversification strategies to be determined and revised periodically by the District's Investment Officer to meet the District's ongoing need for safety, liquidity and rate of return.

With respect to deposits, custodial risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. At June 30, 2020 the bank balance of the District's deposits with financial institutions totaled \$36,990,967. As of June 30, 2020, all account balances at banks were either insured by the Federal Deposit Insurance Corporation (FDIC) for \$250,000, or collateralized with securities of the U.S. Government held in the District's name by financial institution acting as the District's agent.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 4 PROPERTY TAX RECEIVABLE

The District must file its tax levy resolution by the last Tuesday in December of each year. The tax levy resolution was approved by the Board on December 18, 2019. The District's property tax is levied each year on all taxable real property located in the District. The owner of real property on January 1 (the lien date) in any year is liable for taxes of that year. The Cook County Assessor is responsible for the assessment of all taxable real property within Cook County except for certain railroad property, which is assessed directly by the state. The county is reassessed every three years by the Assessor.

The Illinois Department of Revenue has the statutory responsibility of ensuring uniformity of real property assessments throughout the state. Each year, the Illinois Department of Revenue furnishes the county clerks with an adjustment factor to equalize the level of assessment between counties at one-third of market value. This factor (the equalization factor) is then applied to the assessed valuation to compute the valuation of property to which the tax rate will be applied (the equalized assessed valuation). The equalization factor for Cook County was 2.9160 for 2019.

The County Clerk adds the equalized assessed valuation of all real property in the county to the valuation of property assessed directly the state (to which the equalization factor is not applied) to arrive at the base amount (the assessment base) used to calculate the annual tax rates, as described above. The equalized assessed valuation for the extension of the 2019 tax levy was \$435,008,965.

Property taxes are collected by the Cook County Treasurer who remits them to the School Treasurer. Taxes levied in one year become due and payable in two installments on March 1 and approximately August 1 during the following year. The first installment is an estimated bill, and is fifty-five percent of the prior year's tax bill. The second installment is based on the current levy, assessment and equalization, and any changes from the prior year will be reflected in the second installment bill.

The portion of the 2019 property tax levy not received by June 30 is recorded as a receivable, net of estimated uncollectibles of 1%. The net receivable collected within the current year or due and expected to be collected soon enough thereafter to be used to pay liabilities of the current period, less the taxes collected soon enough after the end of the previous fiscal year are recognized as revenue. Such time thereafter does not exceed 60 days. Net taxes receivable less the amount expected to be collected within 60 days is reflected as unearned revenue.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 5 CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2020 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets, not being depreciated				
Land	3,997,483	-	-	3,997,483
Construction in Process	<u>263,966</u>	<u>1,132,659</u>	<u>263,966</u>	<u>1,132,659</u>
Total capital assets not being depreciated	<u>4,261,449</u>	<u>1,132,659</u>	<u>263,966</u>	<u>5,130,142</u>
Capital assets, being depreciated				
Land improvements	2,741,925	1,361,377	-	4,103,302
Buildings and building improvements	33,897,884	-	-	33,897,884
Equipment	13,140,944	19,694	-	13,160,638
Transportation equipment	<u>480,045</u>	<u>-</u>	<u>-</u>	<u>480,045</u>
Total capital assets, being depreciated	<u>50,260,798</u>	<u>1,381,071</u>	<u>-</u>	<u>51,641,869</u>
Less accumulated depreciation for:				
Land improvements	768,583	173,368	-	941,951
Buildings and building improvements	17,210,836	670,157	-	17,880,993
Equipment	11,077,814	683,434	-	11,761,248
Transportation equipment	<u>372,750</u>	<u>22,197</u>	<u>-</u>	<u>394,947</u>
Total accumulated depreciation	<u>29,429,983</u>	<u>1,549,156</u>	<u>-</u>	<u>30,979,139</u>
Total capital assets, being depreciated, net	<u>20,830,815</u>	<u>(168,085)</u>	<u>-</u>	<u>20,662,730</u>
Governmental activities, capital assets, net	<u><u>25,092,264</u></u>	<u><u>964,574</u></u>	<u><u>263,966</u></u>	<u><u>25,792,872</u></u>

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 5 CAPITAL ASSETS (continued)

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities

General government

Instructional staff

Regular programs \$1,091,847

Special programs 89,548

Bilingual programs 25,831

Support services

Pupils 2,810

Instructional staff 22,411

General administration 2,810

School administration 216,352

Business administration 27,107

Operations and maintenance 53,131

Transportation 17,310

Total depreciation from governmental activities \$1,549,156

NOTE 6 LONG-TERM LIABILITIES

The following is the long-term liability activity for the District for the year ended June 30, 2020:

	July 1, <u>2019</u>	<u>Additions</u>	<u>Retirements</u>	June 30, <u>2020</u>
General obligation bonds	32,400,000	15,600,000	19,110,000	28,890,000
Unamortized premium (discount)	<u>(255,144)</u>	<u>1,176,742</u>	<u>(255,144)</u>	<u>1,176,742</u>
Total bonds payable	32,144,856	16,776,742	18,854,856	30,066,742
Capital leases	127,760	-	127,760	-
Net pension liability	5,758,278	39,447	1,662,398	4,135,327
Net OPEB liability - THIS	22,037,634	1,854,702	-	23,892,336
Net OPEB liability	1,482,567	76,946	-	1,559,513
Compensated absences	<u>334,145</u>	<u>407,321</u>	<u>334,145</u>	<u>407,321</u>
Total long-term liabilities	<u>61,885,240</u>	<u>19,155,158</u>	<u>20,979,159</u>	<u>60,061,239</u>

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 6 LONG-TERM LIABILITIES (continued)

Long-term liability principal payments due within one year are as follows:

General obligation bonds	<u>2,635,000</u>
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The summary of bonds payable at June 30, 2020 is as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Carrying Amount</u>
Refunding School Bonds - dated September 1, 2014	2.00% - 4.00%	4,220,000
Taxable Limited School Bonds - dated November 15, 2016A	4.00%	4,580,000
Taxable Limited School Bonds - dated November 15, 2016B	3.10% - 3.75%	4,490,000
Refunding School Bonds - dated December 3, 2019A	3.00% - 5.00%	4,320,000
Taxable Refunding School Bonds - dated December 3, 2019B	2.00% - 2.90%	2,155,000
Refunding School Bonds - dated December 3, 2019C	3.00% - 5.00%	6,620,000
Taxable Refunding School Bonds - dated December 3, 2019D	2.00% - 2.30%	<u>2,505,000</u>
		<u>28,890,000</u>

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 6 LONG-TERM LIABILITIES (continued)

At June 30, 2020, the District's future cash flow requirements for retirement of bond principal and interest were as follows:

Year Ending June 30	Principal	Interest	Total
2021	2,635,000	1,078,800	3,713,800
2022	3,080,000	988,343	4,068,343
2023	3,250,000	881,475	4,131,475
2024	3,165,000	768,733	3,933,733
2025	2,505,000	653,463	3,158,463
2026-2030	7,025,000	1,985,360	9,010,360
2031-2035	6,080,000	546,570	6,626,570
2036	1,150,000	23,000	1,173,000
	<u>28,890,000</u>	<u>6,925,744</u>	<u>35,815,744</u>

These payments will be made from amounts budgeted from the debt service tax levies in future periods. There is \$2,449,851 in Debt Service Fund to service the outstanding bonds payable.

On December 3, 2019 the District issued \$4,320,000 Bond Series 2019A, \$2,155,000 Bond Series 2019B, \$6,620,000 Bond Series 2019C, and \$2,505,000 Bond Series 2019D, to refund \$1,660,000 of Series 2009A, \$2,895,000 of Series 2009B, \$565,000 of Series 2009C, \$1,785,000 of Series 2009D and \$4,145,000 of Series 2009E. The principal matures in varying amounts payable on December 1, 2020 through 2028. Interest is payable each December 1 and June 1 at rates that range from 2.0% to 5.0%.

Proceeds of \$15,600,000 of the Series 2019A, 2019B, 2019C and 2019D Bonds along with \$1,176,742 bond premium (after payment of \$201,164 for underwriting fees, insurance and other issuance costs) were used purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for partial future debt service payments on the above mentioned 2009 Series bonds. The District's refunding during the fiscal year resulted in a net present value savings of \$1,607,183.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 6 LONG-TERM LIABILITIES (continued)

The District is subject to the Illinois School Code, which limits the bond indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2020, the statutory debt limit for the District was \$30,015,619. Qualifying outstanding debt as of June 30, 2020 totaled \$28,890,000, leaving a debt margin of \$1,125,619.

In current and prior years, the District defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. The District has \$16,520,000 of defeased bonds outstanding at June 30, 2020.

NOTE 7 OPERATING LEASES

The District is currently obligated under operating lease agreements for office equipment. Lease payments for the fiscal year ended June 30, 2020 were \$511,340. The annual future obligation for the District is as follows:

Year Ending June 30	Total
2021	838,034
2022	527,759
2023	527,759
2024	118,320

NOTE 8 RESERVED FUND BALANCES AND SPECIAL TAX LEVIES

Special Education Tax levy

Revenues from the special education tax levy and the related expenditures have been included in the operations of the Educational Fund. Because cumulative expenditures exceeded cumulative revenues, there is no fund balance restriction.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 9 RETIREMENT FUND COMMITMENTS

A. Teachers' Retirement System of the State of Illinois

General Information about the Pension Plan

Plan description

The school district participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration.

TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/cafrs/fy2019>; by writing to TRS at 2815 West Washington Street, P O Box 19253, Springfield, IL 62794 or by calling (888) 678-3675, option 2.

Benefits provided

TRS provides retirement, disability, and death benefits. Tier I members have TRS or reciprocal system service prior to January 1, 2011. Tier I members qualify for retirement benefits at age 62 with five years of service, at age 60 with 10 years, or age 55 with 20 years. The benefit is determined by the average of the four highest years of creditable earnings within the last 10 years of creditable service and the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.2 percent of final average salary up to a maximum of 75 percent with 34 years of service. Disability and death benefits are also provided.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 9 RETIREMENT FUND COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois: (continued)

Tier II members qualify for retirement benefits at age 67 with 10 years of service, or a discounted annuity can be paid at age 62 with 10 years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather than the last four. Disability provisions for Tier II are identical to those of Tier I. Death benefits are payable under a formula that is different from Tier I. Essentially all Tier I retirees receive an annual 3 percent increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. Tier II annual increases will be the lesser of three percent of the original benefit or one-half percent of the rate of inflation beginning January 1 following attainment of age 67 or on January 1 following the member's first anniversary in retirement, whichever is later.

Public Act 100-0023, enacted in 2017, creates an optional Tier 3 hybrid retirement plan, but it has not yet gone into effect. The earliest possible implementation date is July 1, 2020. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2021. One program allows retiring Tier 1 members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs will begin in 2019 and will be funded by bonds issued by the state of Illinois.

Contributions

The state of Illinois maintains the primary responsibility for funding TRS. The Illinois Pension Code, as amended by Public Act 88-0593 and subsequent acts, provides that for years 2010 through 2045, the minimum contribution to the System for each fiscal year shall be an amount determined to be sufficient to bring the total assets of the System up to 90 percent of the total actuarial liabilities of the System by the end of fiscal year 2045.

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2020, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 9 RETIREMENT FUND COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois: (continued)

On behalf contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the district. For the year ended June 30, 2020, State of Illinois contributions recognized by the employer were based on the state's proportionate share of the collective NPL associated with the employer, and the employer recognized revenue and expenditures of \$17,012,534 in pension contributions from the state of Illinois.

2.2 formula contributions. Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2020 were \$128,597 and are deferred because they were paid after the June 30, 2019 measurement date.

Federal and special trust fund contributions. When TRS members are paid from federal and special trust funds administered by the district, there is a statutory requirement for the district to pay an employer pension contribution from those funds. Under Public Act 100-0340, the federal and special trust fund contribution rate is the total employer normal cost beginning with the year ended June 30, 2019. Previously, employer contributions for employees paid from federal and special trust funds were at the same rate as the state contribution rate to TRS and were much higher.

For the year ended June 30, 2020, the employer pension contribution was 10.66 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2020, salaries totaling \$456,400 were paid from federal and special trust funds that required employer contributions of \$48,652. These contributions are deferred because they were paid after the June 30, 2019 measurement date.

Employer retirement cost contributions. Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members retiring under the ERO. The payments vary depending on the member's age and salary. The maximum employer ERO contribution under the program that ended on June 30, 2016, is 146.5 percent and applies when the member is age 55 at retirement. For the year ending June 30, 2020, the district paid \$0 to TRS for employer ERO contributions for retirements that occurred before July 1, 2016.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 9 RETIREMENT FUND COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois: (continued)

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2020, the employer paid \$2,267 to TRS for employer contributions due on salary increases in excess of 6 percent, \$1,619 for salary increases in excess of 3 percent, and \$0 for sick leave days granted in excess of the normal annual allotment.

Pension Liabilities, Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.

At June 30, 2020, the employer reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the employer. The state's support and total are for disclosure purposes only. The amount recognized by the employer as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the employer follows below:

Employer's proportionate share of the net pension liability	2,201,652
State's proportionate share of the net pension liability associated with the employer	156,689,147
Total	158,890,799

The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018, and rolled forward to June 30, 2019. The employer's proportion of the net pension liability was based on the employer's share of contributions to TRS for the measurement year ended June 30, 2019, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2019, the employer's proportion was .002714 percent, which was an increase (decrease) of (.000006) from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the employer recognized pension expense of \$17,287,466 and revenue of \$17,287,466 for support provided by the state. At June 30, 2020, the employer reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 9 RETIREMENT FUND COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois: (continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	36,101	-
Net difference between projected and actual earnings on pension plan investments	3,488	-
Changes of assumptions	49,332	42,260
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	2,123,946
Employer contributions subsequent to the measurement date	<u>177,245</u>	<u>-</u>
Total	<u><u>266,166</u></u>	<u><u>2,166,206</u></u>

\$177,250 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

Year ended June 30:

2021	(648,890)
2022	(634,349)
2023	(545,952)
2024	(245,258)
2025	(2,835)

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 9 RETIREMENT FUND COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois: (continued)

Actuarial assumptions

The total pension liability in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent
Salary Increases	varies by amount of service credit
Investment rate of return	7.00 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2014 White Collar Table with adjustments as appropriate for TRS experience. The rates are used on a fully-generational basis using projection table MP-2014. The same assumptions were used in the June 30, 2016 actuarial valuation.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class that were used by the actuary are summarized in the following table:

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 9 RETIREMENT FUND COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois: (continued)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. equities large cap	15.0%	6.30%
U.S. equities small/mid cap	2.0%	7.70%
International equities developed	13.6%	7.00%
Emerging market equities	3.4%	9.50%
U.S. bonds core	8.0%	2.20%
U.S. bonds high yield	4.2%	4.00%
International debt developed	2.2%	1.10%
Emerging international debt	2.6%	4.40%
Real estate	16.0%	5.20%
Commodities (real return)	4.0%	1.80%
Hedge funds (absolute return)	14.0%	4.10%
Private equity	15.0%	9.70%
Total	<u>100%</u>	

Discount rate

At June 30, 2019, the discount rate used to measure the total pension liability was 7.0 percent, which was a change from the June 30, 2018 rate of 7.0 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 9 RETIREMENT FUND COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois: (continued)

Based on those assumptions, TRS's fiduciary net position at June 30, 2019 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Tier I's liability is partially-funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the employer's proportionate share of the net pension liability to changes in the discount rate

The following presents the employer's proportionate share of the net pension liability calculated using the discount rate of 7.00 percent, as well as what the employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate.

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Employer's proportionate share of the net pension liability	2,689,125	2,201,652	2,689,125

TRS fiduciary net position

Detailed information about the TRS's fiduciary net position as of June 30, 2019 is available in the separately issued TRS *Comprehensive Annual Financial Report*.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 9 RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund

IMRF Plan Description

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Benefits Provided

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

All three IMRF benefit plans have two tiers. Employees hired before January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 9 RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms

At December 31, 2019, the following employees were covered by the benefit terms:

Number of	
Retirees and Beneficiaries	129
Inactive, Non-Retired Members	253
Active Members	131
Total	<u>513</u>
Covered Valuation Payroll	\$ 4,777,487

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 9 RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2019 was 9.03%. For the fiscal year ended June 30, 2020, the District contributed \$488,456 to the plan.

The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The District's net pension liability was measured as of December 31, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

The following are the methods and assumptions used to determine total pension liability at December 31, 2019:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.50%.
- **Salary Increases** were expected to be 3.35% to 14.25%, including inflation.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 9 RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

Actuarial Assumptions

- The **Investment Rate of Return** was assumed to be 7.50%.
- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2017 valuation according to an experience study from years 2014 to 2016.
- The IMRF-specific rates for **Mortality** (for non-disabled retirees) were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
- For **Disabled Retirees**, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.
- For **Active Members**, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 9 RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

Actuarial Assumptions (continued)

• The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2019:

<u>Asset Class</u>	<u>Portfolio Target Percentage</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	38%	6.85%
International Equity	17%	6.75%
Fixed Income	27%	3.00%
Real Estate	8%	5.75%
Alternative Investments	9%	2.65-7.35%
Cash Equivalents	<u>1%</u>	2.25%
Total	100%	

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 9 RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

Single Discount Rate (continued)

2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 2.75%, and the resulting single discount rate is 7.25%.

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2018	20,511,457	16,915,384	3,596,073
Changes for the year:			-
Service Cost	480,351	-	480,351
Interest on the Total Pension Liability	1,472,420	-	1,472,420
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	65,707	-	65,707
Changes of Assumptions	-	-	-
Contributions - Employer	-	431,407	(431,407)
Contributions - Employees	-	224,436	(224,436)
Net Investment Income	-	3,131,107	(3,131,107)
Benefit Payments, including Refunds of Employee Contributions	(884,780)	(884,780)	-
Other (Net Transfer)	-	(106,074)	106,074
Net Changes	<u>1,133,698</u>	<u>2,796,096</u>	<u>(1,662,398)</u>
Balances at December 31, 2019	<u><u>21,645,155</u></u>	<u><u>19,711,480</u></u>	<u><u>1,933,675</u></u>

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 9 RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	4,557,841	1,933,675	(187,251)

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2020, the District recognized pension expense of \$290,023. At June 30, 2020, the District reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
<i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>		
Differences between expected and actual experience	98,987	-
Changes of assumptions	58,797	-
Net difference between projected and actual earnings on pension plan investments	<u>1,356,397</u>	<u>2,174,584</u>
Total deferred amounts to be recognized in pension expense in future periods	1,514,181	2,174,584
<i>Pension contributions made subsequent to the measurement date</i>	<u>274,706</u>	<u>-</u>
Total deferred amounts related to pensions	<u><u>1,788,887</u></u>	<u><u>2,174,584</u></u>

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 9 RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Year ended December 31:

2020	(91,183)
2021	(248,979)
2022	63,137
2023	(383,378)
2024	-

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS

The District has benefit obligations pertaining to retired employees. The following is a summary of deferred outflows and deferred inflows of resources for the Retiree Health Plan and the Teachers' Health Insurance Security Fund (THIS):

Retiree Health Plan

Plan Description. The District administers a single-employer defined benefit healthcare plan. The plan provides the ability for retiring teacher to continue single coverage on the District's healthcare plan at the District's expense for two years or to the age of 65, whichever comes first, if they are at least age 55 and have at least 15 years of service with the District. The District pays for single coverage for two years. For 2020, there were 3 retirees who accessed postemployment benefits through the District, and 430 active employees were not yet fully eligible to retire.

Funding Policy. The District pays 100% of the premium amounts set by the District's insurance cooperative. For fiscal year 2020, the District contributed \$97,717 toward the cost of the postemployment benefits for retirees.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (Continued)

Retiree Health Plan (Continued)

At June 30, 2020, the following employees were covered by the benefit terms:

	Number of	
Retirees and Beneficiaries		3
Active Members		430
Total		<u>433</u>

The net other post-employment benefit liability (NOL) was measured on June 30, 2020.

Actuarial Assumptions

The following are the methods and assumptions used to determine total NOL as of June 30, 2020:

Measurement Date	June 30, 2020
Actuarial Cost Method	Entry Age Normal
Inflation Rate	3.00%
Salary Rate Increase	4.00%
Discount Rate	2.66%
Funded Ratio	0.00%
(Fiduciary Net Position as a percentage of Total OPEB Liability)	
Initial Health Care Cost Trend Rate	5.00%
Ultimate Health Care Cost Trend Rate	4.50%

Discount Rate

The discount rate under GASB 75 is required to be a blend of the long-term expected rate of return to the extent funded and the 20 year municipal bond rate. Specifically, an initial projection is made using the long-term ROR on irrevocable OPEB plan assets and, as long as the plan's net position and projected contributions associated with current participants are expected to fully cover projected benefit payments, this long-term rate may be used. For years in which the net position is not projected to cover projected benefit payments, the discount rate used is equal to the 20 year municipal bond yield or index. A single discount rate is then determined as a blend of the two rates, which produces the same discounted present value of benefits as the dual rate calculation. Since the District does not pre-fund plan liabilities, the discount rate used is equal to the 20 year municipal bond rate. This rate was 2.66% as of June 30, 2020.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (Continued)

Retiree Health Plan (Continued)

Reconciliation of Total OPEB Liability

The Total OPEB Liability (“TOL”) is the liability or obligation for benefits earned through the valuation date, based on certain actuarial methods and assumptions. The following represents a reconciliation of the TOL from the beginning of the Fiscal Year (July 1, 2019) to the end of the Fiscal Year (June 30, 2020). The TOL as of June 30, 2020 is as follows:

	Total OPEB Liability
Balances at June 30, 2019	1,482,567
Changes for the year:	
Service Cost	115,401
Interest	40,000
Differences Between Expected and Actual Experience	(170,771)
Changes of Assumptions	216,827
Contributions - Employer	-
Benefit payments	(97,717)
Other (Net Transfer)	(26,794)
Net Changes	76,946
Balances at June 30, 2020	<u><u>1,559,513</u></u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the Total OPEB Liability, calculated using a Single Discount Rate of 2.66%, as well as what the plan’s net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Increase (1.66%)	Current Discount Rate (2.66%)	1% Decrease (3.66%)
Net Pension Liability/(Asset)	1,471,968	1,559,513	1,651,230

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (Continued)

Retiree Health Plan (Continued)

Differences between expected and actual experience, assumption changes, and projected and actual earnings, are amortized over their respective periods as discussed in the prior section. The amounts left to be amortized in the future are reported as deferred inflows and outflows of resources.

The table below summarizes the current balances of collective deferred inflows and outflows of resources along with the net recognition through annual expense over future years.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	-	157,168
Changes of assumptions	293,799	44,896
Net difference between projected and actual earnings on pension plan investments	-	-
Employer contributions subsequent to the measurement date	-	-
Total	293,799	202,064

Amounts reported as deferred inflows and outflows of resources will be recognized in the OPEB expense as follows:

Year ended June 30:

2021	\$ 9,891
2022	9,891
2023	9,891
2024	9,891
2025	9,891
Thereafter	\$ 42,281

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (Continued)

THIS Fund:

The district participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago. The THIS Fund provides medical, prescription and behavioral health benefits, but it does not provide vision, dental or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitytants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Annuitytants who are enrolled in Medicare Parts A and B may be eligible to enroll in a Medicare Advantage plan.

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of the THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the state to make a contribution to the THIS Fund. The percentage of employer required contributions in the future will not exceed 105 percent of the percentage of salary actually required to be paid in the previous fiscal year.

On behalf contributions to the THIS Fund.

The State of Illinois makes employer retiree health insurance contributions on behalf of the district. State contributions are intended to match contributions to the THIS Fund from active members which were 1.24 percent of pay during the year ended June 30, 2020. State of Illinois contributions were \$274,932, and the district recognized revenue and expenditures of this amount during the year.

Employer contributions to the THIS Fund.

The district also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.92 percent during the year ended June 30, 2020. For the year ended June 30, 2020, the district paid \$203,982 to the THIS Fund, which was 100 percent of the required contribution.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (Continued)

THIS Fund (Continued)

OPEB Liabilities, OPEB Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2019, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for state OPEB support provided to the District. The state's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net OPEB liability, the related state support, and the total portion of the net OPEB liability that was associated with the District is as follows:

Employer's proportionate share of the net pension liability	23,892,336
State's proportionate share of the net pension liability associated with the employer	<u>31,198,979</u>
Total	<u><u>55,091,315</u></u>

*The State's proportionate share of the net OPEB liability associated with the District is not available in the actuarial report and therefore the amount reported above is an estimate formed by allocating the State's total net OPEB liability for the entire plan (per the actuary) based on the District's proportionate share of the net OPEB liability to all the school districts participating in the Plan. Additionally, the amounts included below related to the sensitivity of the healthcare rate and discount rate are based on a similar allocation methodology.

Net OPEB Liability: The District's net OPEB Liability was measured as of June 30, 2019. The total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2018. The actuarial valuation was determined using the following actuarial assumptions.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (Continued)

THIS Fund (Continued)

Changes Since Last Valuation	Actuarial gains and losses are being amortized as required by GASB 75.
Inflation Rate	2.50%
Investment rate of return	0%, net of OPEB plan investment expense, including inflation
Discount Rate	The discount rates 3.62% as of June 30, 2018, and 3.13% as of June 30, 2019.
Discount Rate Determination Method	Under GASB 75, the discount rate for unfunded plans must be based on a yield or index rate for a 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher. Rates are consistent with the 20-year general obligation bond index.
Mortality	Mortality rates for retirement and beneficiary annuitants were based upon the RP-2014 White Collar Annuitant Mortality Table, adjusted for TRS experience. For disables annuitants mortality rates were based on the RP-Disables Annuitant table. Mortality rates for pre-retirement were based on the RP-2014 White Collar Table, All tables reflect future mortality improvements using Projection Sale MP-2014.
Salary Increases	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.

For **Active Members**, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

The District's proportion of the net OPEB liability was 0.086324% as of June 30, 2019, an increase of 0.0027% over the District's share of the net OPEB liability as of June 30, 2018. The basis for the proportion was fiscal year 2019 contribution to the plan.

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (Continued)

THIS Fund (Continued)

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate:

The following presents the net OPEB Liability calculated using the discount rate of 3.13%, as well as what the net OPEB Liability would be if it were calculated using a single discount rate that is 1% higher and lower:

	1% Decrease (2.13%)	Current Discount Rate (3.13%)	1% Increase (4.13%)
Employer's proportionate share of the net pension liability	28,727,196	23,892,336	20,073,739

Sensitivity of the Net OPEB Liability to Changes in the Trend Rate:

The following presents the net OPEB Liability calculated using the health care trend rate of 8.00%, as well as what the net OPEB Liability would be if it were calculated using a trend rate that is 1% higher and lower:

	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
Employer's proportionate share of the net pension liability	19,303,016	23,892,336	30,090,668

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (Continued)

THIS Fund (Continued)

OPEB Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB:

For the year ended June 30, 2019, the District recognized OPEB expense of \$1,169,805. At June 30, 2019, the District reported the following Deferred Outflows of Resources and Deferred Inflows of Resources.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	-	396,474
Changes of assumptions	9,058	2,738,840
Net difference between projected and actual earnings on Plan investments	-	782
Changes in proportion and differences between Employer Contribution and Share of Contributions	712,759	594,711
Employer contributions subsequent to the measurement date	274,932	-
Total	996,749	3,730,807

The District reported \$274,932 as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date which will be recognized as a reduction of the net OPEB liability in the reporting year ended June 30, 2020. Other amounts reported as deferred inflows of resources and deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended December 31:

2020	(586,010)
2021	(586,010)
2022	(586,010)
2023	(586,010)
2024	(585,820)
2025	(384,115)
2026	(80,122)

Berwyn South School District 100

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 11 RISK MANAGEMENT

The District is exposed to various risks of loss related to employee health benefits; workers' compensation claims; theft of, damage to and destruction of assets; and natural disasters. To protect from such risks, the District participates in the following public entity risk pools: the Suburban School Cooperative Insurance Pool (SSCIP) and the School Employers Loss Fund (SELF). The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that each will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain levels established by the pools. There have been no significant reductions in insurance coverage from coverage in any of the past three years. Settlements have not exceeded coverages for each of the past three fiscal years.

NOTE 12 REQUIRED INDIVIDUAL FUND DISCLOSURES

During the current fiscal year, the District transferred \$2,130,763 from the Education Fund to the Debt Service Fund to cover principal and interest payments on capital leases. The Working Cash Account transferred \$1,319,127 to the Capital Projects Fund to cover expenses of the fund. The expenditures of the Debt Service Fund of \$4,215,715 exceeded budgeted expenditures of \$3,885,289 by \$330,426.

NOTE 13 CONTINGENCIES

A. Litigation.

The District is involved in litigation arising in the ordinary course of business. It is the opinion of management, based on consultation with counsel, that liabilities arising from these proceedings, if any, will not be material to the District's financial position.

B. Grants.

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)

BERWYN SOUTH SCHOOL DISTRICT 100

SCHEDULES OF OTHER SUPPLEMENTARY INFORMATION - OPEB
MULTIYEAR SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS

Year Ended June 30

Calendar year ending December 31,	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Total OPEB Liability					
Service Cost	115,401	104,769	99,461	-	-
Interest on the Total Pension Liability	40,000	40,533	37,034	-	-
Benefit Changes	-	-	-	-	-
Difference between Expected and Actual Experience	(170,771)	-	-	-	-
Assumption Changes	216,827	15,879	34,695	-	-
Other changes	(26,794)	500	46,622	-	-
Benefit Payments	(97,717)	(78,588)	(122,202)	-	-
Net Change in Total Pension Liability	76,946	83,093	95,610	-	-
Total Pension Liability - Beginning	1,482,567	1,399,474	1,303,864	-	-
Total Pension Liability - Ending (a)	1,559,513	1,482,567	1,399,474	-	-
Plan Fiduciary Net Position					
Employer Contributions	-	-	-	-	-
Net Investment Income	-	-	-	-	-
Benefit payments	-	-	-	-	-
Other	-	-	-	-	-
Net Change in Plan Fiduciary Net Position	-	-	-	-	-
Plan Fiduciary Net Position - Beginning	-	-	-	-	-
Plan Fiduciary Net Position - Ending (b)	-	-	-	-	-
Net OPEB Liability (Asset) - Ending (a) - (b)	1,559,513	1,482,567	1,399,474	-	-
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	0.00%	0.00%	0.00%	-	-
Current Valuation Payroll	24,131,362	22,615,652	22,615,652	-	-
Net Pension Liability as a Percentage of Covered Valuation Payroll	6.46%	6.56%	6.19%	-	-

The District Implemented GASB 75 in fiscal year ended June 30, 2018, therefore 10 years of information not yet available.

BERWYN SOUTH SCHOOL DISTRICT 100

SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
JUNE 30, 2020

	06/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015
Employer's proportion of the net pension liability	0.00271%	0.00277%	0.00794%	0.00794%	0.00621%
Employer's proportionate share of the net pension liability	\$ 2,201,652	\$ 5,179,387	\$ 5,734,047	\$ 5,202,524	\$ 3,780,672
State's proportionate share of the net pension liability associated with the employer	<u>156,689,147</u>	<u>144,637,766</u>	<u>158,334,766</u>	<u>128,487,052</u>	<u>124,588,837</u>
Total	<u>\$ 158,890,799</u>	<u>\$ 149,817,153</u>	<u>\$ 164,068,813</u>	<u>\$ 133,689,576</u>	<u>\$ 128,369,509</u>
Employer's covered-employee payroll	\$ 22,171,963	\$ 19,917,411	\$ 19,753,044	\$ 19,941,524	\$ 19,901,240
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	9.9%	26.0%	29.0%	26.1%	19.0%
Plan fiduciary net position as a percentage of the total pension liability	39.6%	40.0%	39.3%	36.4%	41.5%

*The amounts presented were determined as of the prior fiscal-year end.

SCHEDULE OF EMPLOYER CONTRIBUTIONS
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

Statutorily-required contribution	128,597	159,130	281,105	294,891	262,211
Contributions in relation to the statutorily-required contributions	<u>(128,597)</u>	<u>(159,130)</u>	<u>(281,105)</u>	<u>(294,891)</u>	<u>(262,211)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Employer's covered-employee payroll	22,171,963	19,917,411	19,753,044	19,941,524	19,901,240
Contributions as a percentage of covered-employee payroll	0.58%	0.80%	1.42%	1.48%	1.32%

Notes to Required Supplementary Information

Changes of assumptions

For the 2019, 2018, 2017, and 2016 measurement year, the assumed investment rate of return was of 7.0 percent, including an inflation rate of 2.5 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit, but the rates of increase in the 2018 measurement year were slightly higher.

For the 2015 measurement year, the assumed investment rate of return was 7.5 percent, including an inflation rate of 3.0 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three-year period ending June 30, 2014.

The District Implemented GASB 68 in fiscal year ended June 30, 2015, therefore 10 years of information not yet available.

BERWYN SOUTH SCHOOL DISTRICT 100

SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY
TEACHERS' HEALTH INSURANCE SECURITY FUND
JUNE 30, 2020

	6/30/2019
Employer's proportion of the net pension liability	0.086324%
Employer's proportionate share of the net pension liability	\$ 23,892,336
State's proportionate share of the net pension liability associated with the employer	<u>31,198,979</u>
Total	<u>\$ 55,091,315</u>
Employer's covered-employee payroll	\$ 22,171,963
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	107.8%

**The amounts presented were determined as of the prior fiscal-year end.*

BERWYN SOUTH SCHOOL DISTRICT 100

SCHEDULE OF CHANGES IN THE
NET PENSION LIABILITY AND RELATED RATIOS - IMRF

Calendar Year Ended December 31

Calendar year ending December 31,	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability					
Service Cost	480,351	421,135	464,214	459,963	454,847
Interest on the Total Pension Liability	1,472,420	1,368,703	1,370,984	1,293,609	1,225,703
Benefit Changes	-	-	-	-	-
Difference between Expected and Actual Experience	65,707	566,382	(419,706)	125,206	(7,684)
Assumption Changes	-	537,803	(542,954)	(42,424)	20,501
Benefit Payments and Refunds	<u>(884,780)</u>	<u>(842,737)</u>	<u>(920,096)</u>	<u>(785,762)</u>	<u>(746,665)</u>
Net Change in Total Pension Liability	1,133,698	2,051,286	(47,558)	1,050,592	946,702
Total Pension Liability - Beginning	<u>20,511,457</u>	<u>18,460,171</u>	<u>18,507,729</u>	<u>17,457,137</u>	<u>16,510,435</u>
Total Pension Liability - Ending (a)	<u>21,645,155</u>	<u>20,511,457</u>	<u>18,460,171</u>	<u>18,507,729</u>	<u>17,457,137</u>
Plan Fiduciary Net Position					
Employer Contributions	431,407	492,065	459,990	485,776	471,329
Employee Contributions	224,436	206,053	194,210	195,884	193,571
Pension Plan Net Investment Income	3,131,107	(902,591)	2,751,091	1,021,881	73,972
Benefit payments and Refunds	<u>(884,780)</u>	<u>(842,737)</u>	<u>(920,096)</u>	<u>(785,762)</u>	<u>(746,665)</u>
Other	<u>(106,074)</u>	<u>314,572</u>	<u>(564,385)</u>	<u>16,909</u>	<u>(35,011)</u>
Net Change in Plan Fiduciary Net Position	2,796,096	(732,638)	1,920,810	934,688	(42,804)
Plan Fiduciary Net Position - Beginning	<u>16,915,384</u>	<u>17,648,022</u>	<u>15,727,212</u>	<u>14,792,524</u>	<u>14,835,328</u>
Plan Fiduciary Net Position - Ending (b)	<u>19,711,480</u>	<u>16,915,384</u>	<u>17,648,022</u>	<u>15,727,212</u>	<u>14,792,524</u>
Net Pension Liability (Asset) - Ending (a) - (b)	1,933,675	3,596,073	812,149	2,780,517	2,664,613
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	91.07%	82.47%	95.60%	81.98%	84.74%
Current Valuation Payroll	4,777,487	4,497,845	4,232,404	4,250,342	4,171,052
Net Pension Liability as a Percentage of Covered Valuation Payroll	40.47%	79.95%	19.19%	65.42%	63.88%

The District Implemented GASB 68 in fiscal year ended June 30, 2015, therefore 10 years of information not yet available.

BERWYN SOUTH SCHOOL DISTRICT 100

MULTIYEAR SCHEDULE OF EMPLOYER CONTRIBUTIONS - IMRF

LAST 10 CALENDAR YEARS

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2014	446,231	464,190	(17,959)	3,941,966	11.78%
2015	471,329	471,329	-	4,171,052	11.30%
2016	479,864	485,776	(5,912)	4,250,342	11.43%
2017	458,793	459,990	(1,197)	4,232,404	10.87%
2018	492,064	492,065	(1)	4,497,845	10.94%
2019	431,407	431,407	-	4,777,487	9.03%

The District Implemented GASB 68 in fiscal year ended June 30, 2015, therefore 10 years of information not yet available.

BERWYN SOUTH SCHOOL DISTRICT 100

NOTES TO SCHEDULE OF CONTRIBUTIONS - IMRF

SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS
USED IN THE CALCULATION OF THE 2019 CONTRIBUTION RATE*

Valuation Date

Notes Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2019 Contribution Rates:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-taxing bodies: 10- year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 24-year closed period Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 19 years for most employers (three employers were financed over 28 years and four others were financed over 29 years).
Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage growth	3.25%
Price Inflation	2.50%
Salary Increases	3.35% to 14.25% including inflation
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	For non-disabled retirees , an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees , an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives . For active members , an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information

Notes There were no benefit changes during the year.

*Based on Valuation Assumptions used in the December 31, 2017 actuarial valuation; note two year lag between valuation and rate setting.

BERWYN SOUTH SCHOOL DISTRICT 100
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance from Final Budget</u>	<u>2019 Actual</u>
Revenues					
Local Sources					
General levy	11,841,907	11,841,907	12,843,990	1,002,083	12,662,281
Special Education	954,312	954,312	1,134,810	180,498	1,101,569
Corporation Personal Property					
Replacement taxes	271,586	349,691	379,465	29,774	321,771
Summer School - Tuition From Pupils					
Or Parents (In State)	2,500	641	641	-	298
Earnings on investments	400,000	500,000	429,693	(70,307)	555,480
Sales to adults	1,500	-	-	-	1,615
Fees	112,000	100,500	120,767	20,267	160,519
Other - textbooks	100,000	100,000	109,087	9,087	138,479
Contributions and Donation	70,000	1,000	900	(100)	65,465
Refund of Prior Years' Expenditures	15,000	15,000	4,027	(10,973)	16,899
Other	65,000	65,000	56,557	(8,443)	306,885
Total local sources	<u>13,833,805</u>	<u>13,928,051</u>	<u>15,079,937</u>	<u>1,151,886</u>	<u>15,331,261</u>
State sources					
Evidence Based Funding	24,243,375	23,403,068	23,530,673	127,605	22,151,841
Special Education - Private Facility Tuition	533,457	533,457	559,810	26,353	751,051
Special Education - Orphanage - Individual	-	39,074	43,001	3,927	22,431
Special Education - Orphanage - Summer	-	555	555	-	671
State Free Lunch and Breakfast	35,000	35,000	32,490	(2,510)	47,223
Early Childhood - Block Grant	1,385,069	1,245,370	1,410,501	165,131	1,300,536
Flowthrough Revenue from State Sources	5,494	3,561	6,999	3,438	-
Other State sources	72,450	72,450	92,010	19,560	81,585
Total state sources	<u>26,274,845</u>	<u>25,332,535</u>	<u>25,676,039</u>	<u>343,504</u>	<u>24,355,338</u>
Federal sources					
National School Lunch Program	1,400,000	1,290,723	917,680	(373,043)	1,567,956
Summer Food Service Program		109,277	923,930	814,653	-
Special Breakfast Program	650,000	650,000	511,318	(138,682)	867,286
Fresh Fruits & Vegetables	94,177	94,177	58,971	(35,206)	39,445
Child & Adult Care Food Program	20,225	20,225	12,234	(7,991)	20,720
Title I - Low Income	1,036,345	1,505,774	944,529	(561,245)	1,204,968
Title I - School Improvement	-	-	4,500	-	51,700

BERWYN SOUTH SCHOOL DISTRICT 100
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				2019
	Original Budget	Final Budget	Actual	Variance from Final Budget	Actual
Revenues (continued)					
Federal sources (continued)					
Fed - Sp Ed - Pre-school Flow Through	41,485	41,485	33,264	(8,221)	42,346
Fed - Sp Ed - I.D.E.A. Flow Through	917,645	917,645	950,478	32,833	868,830
Fed - Sp Ed - I.D.E.A. Room and Board	-	8,385	8,385	-	2,036
Race to the Top	-	139,699	-	(139,699)	292,774
Emergency Immigrant Assistance	-	6,343	6,343	-	2,053
Title III - English Language Acquisition	107,500	125,369	144,636	19,267	109,764
Title IV	51,743	64,723	42,921	(21,802)	55,967
Title II - Teacher Quality	99,443	99,443	99,788	345	128,981
Medicaid Matching Funds - Administrative Outreach	65,000	80,921	101,388	20,467	97,173
Medicaid Matching Funds - Fee-For-Service Program	230,000	273,056	332,991	59,935	440,591
Other federal sources	-	-	-	-	43,915
Total federal sources	4,713,563	5,427,245	5,093,356	(338,389)	5,836,505
Total revenues	44,822,213	44,687,831	45,849,332	1,157,001	45,523,104
Expenditures					
Instruction					
Regular programs					
Salaries	14,558,152	14,198,750	13,432,632	(766,118)	13,670,089
Employee benefits	2,435,488	2,405,050	2,041,673	(363,377)	2,182,844
Purchased services	616,688	689,145	600,844	(88,301)	484,258
Supplies and materials	500,395	553,035	405,107	(147,928)	383,920
Capital outlay	173,100	173,100	6,012	(167,088)	-
Non-capitalized equipment	70,814	81,014	90,541	9,527	22,484
Total regular programs	18,354,637	18,100,094	16,576,809	(1,523,285)	16,743,595
Special education programs					
Salaries	4,643,723	4,722,310	4,646,452	(75,858)	4,260,928
Employee benefits	1,306,426	1,306,691	1,304,321	(2,370)	1,129,725
Purchased services	207,350	233,337	180,496	(52,841)	159,795
Supplies and materials	41,201	45,947	48,845	2,898	71,141
Capital outlay	2,719	2,719	2,482	(237)	-
Other objects	1,365,000	1,400,000	1,413,032	13,032	1,290,705
Total special education programs	7,566,419	7,711,004	7,595,628	(115,376)	6,912,294

BERWYN SOUTH SCHOOL DISTRICT 100
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			Variance from Final Budget	2019 Actual
	Original Budget	Final Budget	Actual		
Expenditures (continued)					
Remedial and Supplemental					
Programs K-12					
Salaries	353,650	398,500	336,536	(61,964)	415,161
Employee benefits	46,408	48,631	40,793	(7,838)	47,976
Purchased services	377,635	377,635	368,433	(9,202)	398,825
Supplies and materials	75,000	65,086	74,953	9,867	260,479
Non-capitalized equipment	-	-	-	-	-
Total remedial and supp. programs K-12	852,693	889,852	820,715	(69,137)	1,122,441
Gifted programs					
Salaries	50,000	50,000	30,982	(19,018)	34,554
Employee benefits	700	700	633	(67)	630
Purchased services	6,400	6,400	-	(6,400)	3,180
Supplies and materials	13,900	13,900	438	(13,462)	174
Other objects	-	-	-	-	-
Total gifted programs	71,000	71,000	32,053	(38,947)	38,538
Bilingual programs					
Salaries	485,383	485,383	374,454	(110,929)	369,533
Employee benefits	7,948	7,986	7,856	(130)	7,528
Purchased services	51,756	61,895	52,501	(9,394)	31,966
Supplies and materials	40,050	40,050	48,524	8,474	35,430
Capital outlay	-	-	-	-	-
Total bilingual programs	585,137	595,314	483,335	(111,979)	444,457
Total instruction	27,429,886	27,367,264	25,508,540	(1,858,724)	25,261,325

BERWYN SOUTH SCHOOL DISTRICT 100
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				2019
	Original Budget	Final Budget	Actual	Variance from Final Budget	Actual
Expenditures (continued)					
Support services					
Pupils					
Attendance and social work services					
Salaries	654,374	700,000	696,501	(3,499)	525,137
Employee benefits	89,307	90,200	90,104	(96)	65,883
Purchased services	1,347	4,567	4,567	-	4,567
Supplies and materials	3,000	6,400	3,678	(2,722)	550
Total attendance and social work services	748,028	801,167	794,850	(6,317)	596,137
Health services					
Salaries	341,636	300,000	290,255	(9,745)	329,867
Employee benefits	51,513	313,313	318,219	4,906	188,517
Purchased services	276,800	110,000	109,027	(973)	110,000
Supplies and materials	2,000	2,000	(3,397)	(5,397)	944
Total health services	671,949	725,313	714,104	(11,209)	629,328
Psychological services					
Salaries	133,583	135,000	134,183	(817)	124,590
Employee benefits	2,900	2,900	2,843	(57)	2,654
Purchased services	55,700	55,700	42,868	(12,832)	50,938
Supplies and materials	4,000	4,000	4,192	192	5,032
Capital Outlay	-	-	-	-	-
Total psychological services	196,183	197,600	184,086	(13,514)	183,214
Speech pathology and audiology services					
Salaries	339,306	339,310	339,306	(4)	312,002
Employee benefits	57,344	57,343	57,303	(40)	31,834
Purchased services	360,000	460,000	456,459	(3,541)	307,715
Supplies and materials	-	5,752	-	(5,752)	-
Total speech pathology/audiology services	756,650	862,405	853,068	(9,337)	651,551
Other Support Services - Pupils					
Salaries	99,272	99,272	99,272	-	46,539
Purchased services	25,000	25,000	18,690	(6,310)	17,989
Total Other Support Services - Pupils	124,272	124,272	117,962	(6,310)	64,528
Total pupils	2,497,082	2,710,757	2,664,070	(46,687)	2,124,758

BERWYN SOUTH SCHOOL DISTRICT 100
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			Variance from Final Budget	2019 Actual
	Original Budget	Final Budget	Actual		
Expenditures (continued)					
Instructional staff					
Improvement of instruction services					
Salaries	674,827	693,869	599,035	(94,834)	503,384
Employee benefits	172,335	172,824	178,807	5,983	162,348
Purchased services	535,446	545,736	416,121	(129,615)	731,852
Supplies and materials	141,200	129,064	92,216	(36,848)	99,282
Other objects	430	430	-	(430)	419
Non-capitalized equipment	1,600	1,600	-	(1,600)	2,811
Total improvement of inst. svc.	1,525,838	1,543,523	1,286,179	(257,344)	1,500,096
Educational media services					
Salaries	155,903	155,903	155,248	(655)	142,985
Purchased services	30,000	-	-	-	29,997
Supplies and materials	-	2,200	2,188	(12)	2,248
Other objects	2,200	-	2,304	2,304	6,212
Total educational media services	188,103	158,103	159,740	1,637	181,442
Assessment and testing					
Supplies and materials	4,000	4,000	-	(4,000)	-
Total assessment and testing	4,000	4,000	-	(4,000)	-
Total instructional staff	1,717,941	1,705,626	1,445,919	(259,707)	1,681,538
General administration					
Board of Education services					
Salaries	-	17,847	-	(17,847)	-
Purchased services	99,000	124,000	102,677	(21,323)	69,089
Supplies and materials	9,500	9,500	6,812	(2,688)	3,069
Other objects	15,000	15,000	14,040	(960)	13,162
Non-capitalized equipment	3,000	3,000	-	(3,000)	-
Total board of education services	126,500	169,347	123,529	(45,818)	85,320
Executive administration services					
Salaries	231,218	231,618	231,506	(112)	227,366
Employee benefits	74,347	74,535	74,490	(45)	70,993
Purchased services	23,500	27,500	24,812	(2,688)	19,816
Supplies and materials	7,500	7,500	278	(7,222)	4,232
Capital outlay	3,000	3,000	-	(3,000)	-
Non-capitalized equipment	2,500	2,500	-	(2,500)	2,775
Total executive administration	342,065	346,653	331,086	(15,567)	325,182

BERWYN SOUTH SCHOOL DISTRICT 100
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				2019
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance from Final Budget</u>	<u>Actual</u>
Expenditures (continued)					
Special Area Administration Services					
Salaries	18,992	-	-	-	-
Total special area administration services	18,992	-	-	-	-
Tort Immunity Services					
Purchased services	134,600	134,600	93,222	(41,378)	139,142
Total Tort Immunity Services	134,600	134,600	93,222	(41,378)	139,142
Total general administration	622,157	650,600	547,837	(102,763)	549,644
School administration					
Office of the principal services					
Salaries	2,733,570	2,750,170	2,736,504	(13,666)	2,648,839
Employee benefits	738,333	738,581	736,724	(1,857)	677,973
Purchased services	700,000	569,237	315,768	(253,469)	846,678
Supplies and materials	95,000	95,000	45,908	(49,092)	13,957
Non-capitalized equipment	-	-	-	-	-
Total office of the principal services	4,266,903	4,152,988	3,834,904	(318,084)	4,187,447
Total school administration	4,266,903	4,152,988	3,834,904	(318,084)	4,187,447
Business					
Direction of business services					
Salaries	92,882	92,882	92,882	-	87,310
Employee benefits	2,585	2,585	2,545	(40)	2,392
Total direction of business services	95,467	95,467	95,427	(40)	89,702
Fiscal services					
Salaries	202,454	202,455	202,454	(1)	185,389
Employee benefits	68,000	68,000	68,000	-	75,000
Purchased services	75,000	75,000	62,053	(12,947)	66,190
Supplies and materials	20,000	20,000	4,246	(15,754)	3,551
Other objects	45,000	51,000	51,233	233	30,321
Termination Benefit	-	-	-	-	-
Total fiscal services	410,454	416,455	387,986	(28,469)	360,451
Operations and maintenance of plant services					
Purchased services	38,110	42,175	38,841	-	34,708
Capital Outlay	-	-	-	-	111,871
Total operations/maintenance of plant svc	38,110	42,175	38,841	-	146,579

BERWYN SOUTH SCHOOL DISTRICT 100
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				2019
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance from Final Budget</u>	<u>Actual</u>
Expenditures (continued)					
Food services					
Salaries	152	152	150	(2)	150
Purchased services	5,500	5,500	999	(4,501)	894
Supplies and materials	1,800,000	1,800,000	1,775,239	(24,761)	1,769,691
Non-capitalized equipment	-	-	-	-	-
Total food services	<u>1,805,652</u>	<u>1,805,652</u>	<u>1,776,388</u>	<u>(29,264)</u>	<u>1,770,735</u>
Total business	<u>2,349,683</u>	<u>2,359,749</u>	<u>2,298,642</u>	<u>(57,733)</u>	<u>2,367,467</u>
Staff services					
Purchased services	<u>350</u>	<u>290</u>	<u>290</u>	<u>-</u>	<u>310</u>
Total staff services	<u>350</u>	<u>290</u>	<u>290</u>	<u>-</u>	<u>310</u>
Data Processing Services					
Purchased services	<u>10,000</u>	<u>10,000</u>	<u>6,960</u>	<u>(3,040)</u>	<u>7,083</u>
Total Data Processing Services	<u>10,000</u>	<u>10,000</u>	<u>6,960</u>	<u>(3,040)</u>	<u>7,083</u>
Other supporting services					
Salaries	-	-	988	988	1,100
Employee benefits	-	-	21	21	27
Purchased services	3,000	3,000	25,696	22,696	26,991
Supplies and materials	<u>250</u>	<u>250</u>	<u>4,252</u>	<u>4,002</u>	<u>739</u>
Total other supporting services	<u>3,250</u>	<u>3,250</u>	<u>30,957</u>	<u>27,707</u>	<u>28,857</u>
Total Support Services	<u>11,467,366</u>	<u>11,593,260</u>	<u>10,829,579</u>	<u>(760,307)</u>	<u>10,947,104</u>
Community services					
Salaries	68,352	41,686	-	(41,686)	-
Employee benefits	1,225	1,255	-	(1,255)	-
Purchased services	545,073	575,280	361,592	(213,688)	365,011
Supplies and materials	<u>24,227</u>	<u>27,515</u>	<u>4,362</u>	<u>(23,153)</u>	<u>1,387</u>
Total community services	<u>638,877</u>	<u>645,736</u>	<u>365,954</u>	<u>(279,782)</u>	<u>366,398</u>

BERWYN SOUTH SCHOOL DISTRICT 100
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance from Final Budget</u>	<u>2019 Actual</u>
Expenditures (continued)					
Payments to Other Districts and Gov't Units					
Payments for regular programs					
Purchased services	1,000	-	-	-	-
Payments for special education programs					
Purchased services	-	-	207,992	207,992	207,205
Total payments to Other Districts and Other Government Units	1,000	-	207,992	207,992	207,205
Provision for contingencies	-	-	-	-	-
Total expenditures	39,537,129	39,606,260	36,912,065	(2,694,195)	36,782,032
Deficiency of revenues over expenditures	5,285,084	5,081,571	8,937,267	3,851,196	8,741,072
Other financing sources (uses)					
Permanent transfer from working cash fund -Abatement	(2,500,000)	(1,319,127)	(1,319,127)	-	(2,580,873)
Proceeds from sale of capital assets	51,250	51,250	112,463	61,213	83,366
Other sources	-	7,077	-	(7,077)	-
Transfer to debt service fund for principal on capital leases	-	(127,760)	(127,760)	-	(125,047)
Transfer to debt service fund for interest on capital leases	-	(3,003)	(3,003)	-	(5,938)
Transfer to debt service fund for principal on revenue bonds	-	(2,000,000)	(2,000,000)	-	(2,173,966)
Total other financing sources (uses)	(2,448,750)	(3,391,563)	(3,337,427)	54,136	(4,802,458)
Net change to fund balance	2,836,334	1,690,008	5,599,840	3,905,332	3,938,614
Fund balance, beginning of year			25,725,738		21,787,124
Fund balance, end of year			31,325,578		25,725,738

BERWYN SOUTH SCHOOL DISTRICT 100
OPERATIONS AND MAINTENANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			Variance	
	Original Budget	Final Budget	Actual	from Final Budget	2019 Actual
<u>Revenues</u>					
Local Sources					
General levy	2,140,835	2,140,835	2,091,384	(49,451)	2,049,013
Refund of prior years' expenditures	-	10,000	18,024	8,024	11,722
Other	45,000	75,000	138,904	63,904	42,809
Total local sources	<u>2,185,835</u>	<u>2,225,835</u>	<u>2,248,312</u>	<u>22,477</u>	<u>2,103,544</u>
State sources					
Evidence Based Funding	1,500,000	2,340,307	2,340,307	-	1,900,000
Maintenance Grant	-	-	50,000	50,000	-
Other State	-	-	-	-	-
Total state sources	<u>1,500,000</u>	<u>2,340,307</u>	<u>2,390,307</u>	<u>50,000</u>	<u>1,900,000</u>
Total revenues	<u>3,685,835</u>	<u>4,566,142</u>	<u>4,638,619</u>	<u>72,477</u>	<u>4,003,544</u>
<u>Expenditures</u>					
Support services					
Business					
Operations and maintenance of plant services					
Salaries	1,628,763	1,618,774	1,575,753	(43,021)	1,581,830
Employee benefits	235,431	235,431	235,431	-	224,220
Purchased services	634,856	707,350	785,426	78,076	538,858
Supplies and materials	940,100	935,100	613,222	(321,878)	782,704
Capital outlay	71,000	25,000	11,200	(13,800)	44,133
Non-Capitalized equipment	12,500	12,500	-	(12,500)	-
Termination benefits	-	-	-	-	-
Total expenditures	<u>3,522,650</u>	<u>3,534,155</u>	<u>3,221,032</u>	<u>(313,123)</u>	<u>3,171,745</u>
Deficiency of revenues over expenditures	<u>163,185</u>	<u>1,031,987</u>	<u>1,417,587</u>	<u>385,600</u>	<u>831,799</u>
Other financing sources					
Permanent transfer	-	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>163,185</u>	<u>1,031,987</u>	<u>1,417,587</u>	<u>385,600</u>	<u>831,799</u>
Fund balance, beginning of year			<u>2,150,517</u>		<u>1,318,718</u>
Fund balance, end of year			<u>3,568,104</u>		<u>2,150,517</u>

BERWYN SOUTH SCHOOL DISTRICT 100
TRANSPORTATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	Original Budget	Final Budget	Actual	Variance from Final Budget	2019 Actual
<u>Revenues</u>					
Local Sources					
General levy	749,502	749,502	732,180	(17,322)	718,172
Refund of prior years' expenditures	-	-	8,300	8,300	-
Other local revenues	25,000	25,000	7,085	(17,915)	7,626
Total local sources	774,502	774,502	747,565	(26,937)	725,798
State sources					
Evidence Based Funding		-	-	-	400,000
Transportation - Regular/Vocational	132,391	132,391	98,068	(34,323)	120,969
Transportation - Special Education	601,162	601,162	607,565	6,403	763,024
Other State Sources	-	-	-	-	13,100
Total state sources	733,553	733,553	705,633	(27,920)	1,297,093
Title I - Low Income	25,000	25,000	25,000	-	15,000
Title IV	7,500	7,500	-	(7,500)	6,000
Total Federal sources	32,500	32,500	25,000	(7,500)	21,000
Total revenues	1,540,555	1,540,555	1,478,198	(62,357)	2,043,891
<u>Expenditures</u>					
Support services					
Business					
Pupil transportation services					
Salaries	632,080	632,080	565,684	(66,396)	571,954
Employee benefits	176,426	176,426	175,576	(850)	126,425
Purchased services	643,110	627,175	609,180	(17,995)	578,677
Supplies and materials	40,000	40,000	23,402	(16,598)	26,800
Capital Outlay	85,000	-	-	-	-
Total pupil transportation services	1,576,616	1,475,681	1,373,842	(101,839)	1,303,856
Total support services	1,576,616	1,475,681	1,373,842	(101,839)	1,303,856
Total expenditures	1,576,616	1,475,681	1,373,842	(101,839)	1,303,856
Excess (deficiency) of revenues over expenditures	(36,061)	64,874	104,356	39,482	740,035
Fund balance, beginning of year			1,395,519		655,484
Fund balance, end of year			1,499,875		1,395,519

BERWYN SOUTH SCHOOL DISTRICT 100
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			Variance	
	Original Budget	Final Budget	Actual	from Final Budget	2019 Actual
<u>Revenues</u>					
Local Sources					
General levy	546,164	546,164	595,950	49,786	399,958
Social Security/Medicare only levy	629,168	629,168	552,227	(76,941)	726,251
Corporate personal property replacement taxes	14,295	14,295	14,295	-	14,295
Total local sources	1,189,627	1,189,627	1,162,472	(27,155)	1,140,504
State sources					
Evidence Based Funding	-	-	-	-	400,000
Total state sources	-	-	-	-	400,000
Total revenues	1,189,627	1,189,627	1,162,472	(27,155)	1,540,504
<u>Expenditures</u>					
Instruction					
Regular programs	283,360	262,240	243,869	(18,371)	216,125
Pre-K programs	-	-	-	-	-
Special education programs	256,500	261,820	248,806	(13,014)	225,430
Remedial and supplemental programs K-12	6,600	8,000	6,283	(1,717)	6,457
Gifted programs	720	720	522	(198)	500
Bilingual programs	6,610	6,610	5,314	(1,296)	5,303
Total instruction	553,790	539,390	504,794	(34,596)	453,815
Support services					
Pupils					
Attendance and social work svc	10,000	10,000	9,951	(49)	7,467
Health services	48,940	41,985	39,928	(2,057)	46,953
Psychological services	2,000	2,050	1,838	(212)	1,807
Speech pathology/audiology svc	5,000	5,000	4,920	(80)	4,524
Other support services	12,035	17,600	17,513	(87)	8,126
Total pupils	77,975	76,635	74,150	(2,485)	68,877

BERWYN SOUTH SCHOOL DISTRICT 100
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	Original Budget	Final Budget	Actual	Variance from Final Budget	2019 Actual
Instructional staff					
Improvement of instruction svcs	58,983	55,254	48,597	(6,657)	45,701
Educational media services	27,791	28,825	27,097	(1,728)	24,743
Total instructional staff	86,774	84,079	75,694	(8,385)	70,444
General administration					
Board of education services	-	2,200	-	(2,200)	-
Executive administration services	7,972	8,330	8,162	(168)	8,177
Special area administrative services	1,432	-	-	-	-
Total general administration	9,404	10,530	8,162	(2,368)	8,177
School administration					
Office of the principal services	123,935	143,372	136,211	(7,161)	122,970
Total school administration	123,935	143,372	136,211	(7,161)	122,970
Business					
Direction of support services	1,397	1,397	1,347	(50)	1,266
Fiscal services	33,869	36,537	35,574	(963)	32,664
Operations and maintenance of plant services	264,219	279,042	268,755	(10,287)	270,339
Pupil transportation services	93,177	93,361	89,654	(3,707)	86,437
Food services	1,000	1,000	27	(973)	26
Total business	393,662	411,337	395,357	(15,980)	390,732
Central					
Staff services	-	-	-	-	-
Total Central	-	-	-	-	-
Total support services	691,750	725,953	689,574	(36,379)	661,200
Other support services	-	-	-	-	-
Community Services	1,101	1,140	471	(669)	827
Total expenditures	1,246,641	1,266,483	1,194,839	(71,644)	1,115,842
Excess (deficiency) of revenues over expenditures	(57,014)	(76,856)	(32,367)	44,489	424,662
Fund balance, beginning of year			1,362,797		938,135
Fund balance (deficit), end of year			1,330,430		1,362,797

BERWYN SOUTH SCHOOL DISTRICT 100
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	Original Budget	Final Budget	Actual	Variance from Final Budget	2019 Actual
<u>Revenues</u>					
Local Sources					
Other	-	-	-	-	-
Total local sources	-	-	-	-	-
Total revenues	-	-	-	-	-
<u>Expenditures</u>					
Support services					
Business					
Operations and maintenance of plant services					
Purchased services	2,500,000	2,500,000	-	(2,500,000)	1,354,817
Capital outlay	-	-	2,230,070	2,230,070	-
Total expenditures	2,500,000	2,500,000	2,230,070	(269,930)	1,354,817
Deficiency of revenues over expenditures	(2,500,000)	(2,500,000)	(2,230,070)	269,930	(1,354,817)
Other financing sources					
Permanent transfer	2,580,873	1,319,127	1,319,127	-	2,580,873
Total other financing sources	2,580,873	1,319,127	1,319,127	-	2,580,873
Net change in fund balance	80,873	(1,180,873)	(910,943)	269,930	1,226,056
Fund balance, beginning of year			1,375,493		149,437
Fund balance (deficit), end of year			464,550		1,375,493

BERWYN SOUTH SCHOOL DISTRICT 100
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2020

1. LEGAL COMPLIANCE AND ACCOUNTABILITY - BUDGETS

The Board of Education follows these procedures in establishing the budgetary data reflected in the financial statements:

- a) The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
- b) Public hearings are conducted and the proposed budget is available for inspection to obtain comments.
- c) By September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December each year, a tax levy resolution is filed with the County Clerk to obtain tax revenues.
- d) Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within a fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education after the public hearing process mandated by law.
- e) Formal budgetary integration is employed as a management control device during the year for the governmental funds.
- f) The budget amounts shown in the financial statements are as amended (June 24, 2020) by the Board of Education on effective for the year ending June 30, 2020.
- g) All budget appropriations lapse at the end of the fiscal year.

BERWYN SOUTH SCHOOL DISTRICT 100
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2020

2. BUDGET RECONCILIATION

The Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds (GAAP basis) includes “on-behalf” payments received and made for the amounts contributed by the State of Illinois for the employer’s share of the Teachers’ Retirement System pension. The District does not budget for these amounts. The differences between the budget and GAAP basis are as follows:

	<u>Revenues</u>	<u>Expenditures</u>
General Fund - budgetary basis	44,687,831	39,606,260
To adjust for on-behalf payments received	17,287,466	-
To adjust for on-behalf payments made	<u>-</u>	<u>17,287,466</u>
General Fund - GAAP basis	<u><u>61,975,297</u></u>	<u><u>56,893,726</u></u>

SUPPLEMENTARY FINANCIAL INFORMATION

BERWYN SOUTH SCHOOL DISTRICT 100
GENERAL FUND
BALANCE SHEET
June 30, 2020

	<u>Educational</u>	<u>Working Cash</u>	<u>Total</u>
ASSETS			
Cash and investments	21,046,925	6,094,618	27,141,543
Receivables (net of allowance for uncollectibles):			
Property taxes	7,988,184	-	7,988,184
Replacement taxes	89,770	-	89,770
Intergovernmental	640,033	-	640,033
Prepaid expense	<u>371,540</u>	<u>-</u>	<u>371,540</u>
Total assets	<u><u>30,136,452</u></u>	<u><u>6,094,618</u></u>	<u><u>36,231,070</u></u>
LIABILITIES AND FUND BALANCES			
Accounts payable	66,881	-	66,881
Salaries and wages payable	2,996,517	-	2,996,517
Payroll deductions payable	46,191	-	46,191
Unearned revenue	<u>1,795,903</u>	<u>-</u>	<u>1,795,903</u>
Total liabilities	<u><u>4,905,492</u></u>	<u><u>-</u></u>	<u><u>4,905,492</u></u>
Fund balances:			
Unassigned	<u>25,230,960</u>	<u>6,094,618</u>	<u>31,325,578</u>
Total fund balance	<u><u>25,230,960</u></u>	<u><u>6,094,618</u></u>	<u><u>31,325,578</u></u>
Total liabilities and fund balance	<u><u>30,136,452</u></u>	<u><u>6,094,618</u></u>	<u><u>36,231,070</u></u>

BERWYN SOUTH SCHOOL DISTRICT 100
GENERAL FUND
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 2020

	Educational	Working Cash	Eliminations	Total
<u>Revenues</u>				
Property taxes	13,978,800	-	-	13,978,800
Replacement taxes	379,465	-	-	379,465
State aid	42,963,505	-	-	42,963,505
Federal aid	5,093,356	-	-	5,093,356
Interest	-	429,693	-	429,693
Other	291,979	-	-	291,979
Total revenues	62,707,105	429,693	-	63,136,798
<u>Expenditures</u>				
Current:				
Instruction:				
Regular programs	16,304,349	-	-	16,304,349
Special programs	7,595,628	-	-	7,595,628
Other instructions programs	1,336,103	-	-	1,336,103
State on-behalf payments	17,287,466	-	-	17,287,466
Support services:				
Pupils	2,664,070	-	-	2,664,070
Instructional staff	1,445,919	-	-	1,445,919
General administration	547,837	-	-	547,837
School administration	3,834,904	-	-	3,834,904
Business	2,259,801	-	-	2,259,801
Operations and maintenance	38,841	-	-	38,841
Other supporting services	38,207	-	-	38,207
Community services	365,954	-	-	365,954
Nonprogrammed charges	207,992	-	-	207,992
Capital outlay	272,460	-	-	272,460
Total expenditures	54,199,531	-	-	54,199,531
Excess of revenues over expenditures	8,507,574	429,693	-	8,937,267
Other financing sources (uses)				
Sale of capital assets	112,463	-	-	112,463
Transfers Out	-	(1,319,127)	-	(1,319,127)
Transfer to Debt Service	(2,130,763)	-	-	(2,130,763)
Total other financing sources (uses)	(2,018,300)	(1,319,127)	-	(3,337,427)
Net change in fund balances	6,489,274	(889,434)	-	5,599,840
Fund balance, beginning of year	18,741,686	6,984,052	-	25,725,738
Fund balance, end of year	25,230,960	6,094,618	-	31,325,578

BERWYN SOUTH SCHOOL DISTRICT 100
DEBT SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	Original Budget	Final Budget	Actual	Variance from Final Budget	2019 Actual
Revenues					
Local Sources					
General levy	1,985,045	1,985,045	1,591,236	(393,809)	2,006,809
Interest on earnings	-	-	-	-	-
Other local revenues	-	-	7,077	7,077	36
Total local sources	1,985,045	1,985,045	1,598,313	(386,732)	2,006,845
Total revenues	1,985,045	1,985,045	1,598,313	(386,732)	2,006,845
Expenditures					
Debt Service					
Interest	1,420,645	1,291,289	1,294,291	3,002	1,538,608
Principal payments on long-term debt	2,590,000	2,590,000	2,717,760	127,760	2,460,047
Other debt service					
Other objects	4,000	4,000	203,664	199,664	4,000
Total other debt service	4,000	4,000	203,664	199,664	4,000
Total debt service	4,014,645	3,885,289	4,215,715	330,426	4,002,655
Total expenditures	4,014,645	3,885,289	4,215,715	330,426	4,002,655
Excess (Deficiency) of revenues over expenditures	(2,029,600)	(1,900,244)	(2,617,402)	(717,158)	(1,995,810)

BERWYN SOUTH SCHOOL DISTRICT 100
DEBT SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	Original Budget	Final Budget	Actual	Variance from Final Budget	2019 Actual
Other financing sources (uses)					
Proceeds from bonds	-	-	15,600,000	15,600,000	-
Premium on bonds sold	-	-	1,176,742	1,176,742	-
Transfer to pay for principal on capital leases/bonds	225,000	2,299,016	2,127,760	(171,256)	2,299,013
Transfer to pay for interest on capital leases	10,000	5,940	3,003	(2,937)	5,938
Transfer to Escrow	-	-	(16,575,578)	(16,575,578)	-
Total Other financing sources (uses)	<u>235,000</u>	<u>2,304,956</u>	<u>2,331,927</u>	<u>26,971</u>	<u>2,304,951</u>
Net change in fund balance	<u>(1,794,600)</u>	<u>404,712</u>	<u>(285,475)</u>	<u>(690,187)</u>	<u>309,141</u>
Fund balance, beginning of year			<u>3,455,153</u>		<u>2,736,370</u>
Fund balance, end of year			<u>3,169,678</u>		<u>3,045,511</u>

BERWYN SOUTH SCHOOL DISTRICT 100
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND - STUDENT ACTIVITY FUNDS
Year Ended June 30, 2020

	Balance June 30, 2019	Additions	Disbursements	Balance June 30, 2020
<u>Assets</u>				
Cash and cash equivalents	<u>36,725</u>	<u>134,820</u>	<u>126,449</u>	<u>45,096</u>
<u>Liabilities</u>				
Due to student groups				
Emerson	444	8,993	7,456	1,981
Fine Arts	7,935	1,738	6,257	3,416
Heritage	8,283	39,349	46,909	723
Hiawatha	4,138	3,757	2,269	5,626
Irving	564	12,298	13,506	(644)
Komensky	6,780	28,834	10,427	25,187
Pershing	(563)	5,789	4,058	1,169
Piper	4,388	7,992	5,572	6,808
Freedom	<u>4,756</u>	<u>26,070</u>	<u>29,995</u>	<u>831</u>
	<u>36,725</u>	<u>134,820</u>	<u>126,449</u>	<u>45,096</u>

BERWYN SOUTH SCHOOL DISTRICT 100
GENERAL LONG-TERM DEBT
SCHEDULE OF GENERAL OBLIGATION BONDS
Year Ended June 30, 2020

	Maturity as follows for the Year Ended <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Refunding School Bonds dated September 1, 2014 (Interest at 2.0% to 4.0%, payable June 1 and December 1 and principal due December 1)	2021	1,225,000	138,175	1,363,175
	2022	1,465,000	90,500	1,555,500
	2023	325,000	54,700	379,700
	2024	<u>1,205,000</u>	<u>24,100</u>	<u>1,229,100</u>
Totals		<u>4,220,000</u>	<u>307,475</u>	<u>4,527,475</u>
Refunding School Bonds dated November 15, 2016A (Interest at 4.0%, payable June 1 and December 1 and principal due December 1)	2021	-	183,200	183,200
	2022	-	183,200	183,200
	2023	-	183,200	183,200
	2024	-	183,200	183,200
	2025	-	183,200	183,200
	2026	-	183,200	183,200
	2027	-	183,200	183,200
	2028	-	183,200	183,200
	2029	-	183,200	183,200
	2030	-	183,200	183,200
	2031	-	183,200	183,200
	2032	-	183,200	183,200
	2033	860,000	166,000	1,026,000
	2034	1,260,000	123,600	1,383,600
	2035	1,310,000	72,200	1,382,200
	2036	<u>1,150,000</u>	<u>23,000</u>	<u>1,173,000</u>
Totals		<u>4,580,000</u>	<u>2,583,200</u>	<u>7,163,200</u>

BERWYN SOUTH SCHOOL DISTRICT 100
GENERAL LONG-TERM DEBT
SCHEDULE OF GENERAL OBLIGATION BONDS
Year Ended June 30, 2020

	Maturity as follows for the Year Ended <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Refunding School Bonds	2021	-	160,150	160,150
dated November 15, 2016B	2022	-	160,150	160,150
(Interest 3.1% TO 3.75%, payable	2023	-	160,150	160,150
June 1 and December 1	2024	-	160,150	160,150
and principal due December 1)	2025	750,000	148,525	898,525
	2026	-	136,900	136,900
	2027	-	136,900	136,900
	2028	-	136,900	136,900
	2029	-	136,900	136,900
	2030	1,090,000	117,280	1,207,280
	2031	1,130,000	77,038	1,207,038
	2032	1,170,000	34,770	1,204,770
	2033	350,000	6,557	356,557
Totals		<u>4,490,000</u>	<u>1,572,370</u>	<u>6,062,370</u>
Refunding School Bonds	2021	360,000	196,400	556,400
dated December 3, 2019A	2022	365,000	183,700	548,700
(Interest 3.0% to 4.0%, payable	2023	335,000	169,700	504,700
June 1 and December 1	2024	345,000	154,375	499,375
and principal due December 1)	2025	-	145,750	145,750
	2026	770,000	126,500	896,500
	2027	775,000	87,875	862,875
	2028	545,000	54,875	599,875
	2029	825,000	20,625	845,625
Totals		<u>4,320,000</u>	<u>1,139,800</u>	<u>5,459,800</u>

BERWYN SOUTH SCHOOL DISTRICT 100
GENERAL LONG-TERM DEBT
SCHEDULE OF GENERAL OBLIGATION BONDS
Year Ended June 30, 2020

	Maturity as follows for the Year Ended <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Refunding School Bonds	2021	285,000	49,230	334,230
dated December 3, 2019B	2022	290,000	43,335	333,335
(Interest 2.0% to 2.9%, payable	2023	350,000	36,440	386,440
June 1 and December 1	2024	355,000	28,508	383,508
and principal due December 1)	2025	35,000	23,987	58,987
	2026	-	23,550	23,550
	2027	180,000	21,120	201,120
	2028	450,000	12,390	462,390
	2029	210,000	3,045	213,045
Totals		<u>2,155,000</u>	<u>241,605</u>	<u>2,396,605</u>
Refunding School Bonds	2021	370,000	301,150	671,150
dated December 3, 2019C	2022	485,000	285,900	770,900
(Interest 3.0% to 5.0%, payable	2023	1,205,000	252,100	1,457,100
June 1 and December 1	2024	660,000	211,500	871,500
and principal due December 1)	2025	1,720,000	152,000	1,872,000
	2026	2,180,000	54,500	2,234,500
Totals		<u>6,620,000</u>	<u>1,257,150</u>	<u>7,877,150</u>

BERWYN SOUTH SCHOOL DISTRICT 100
GENERAL LONG-TERM DEBT
SCHEDULE OF GENERAL OBLIGATION BONDS
Year Ended June 30, 2020

	Maturity as follows for the Year Ended <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Refunding School Bonds	2021	395,000	50,495	445,495
dated December 3, 2019D	2022	475,000	41,558	516,558
(Interest 2.0% to 2.3%, payable	2023	1,035,000	25,185	1,060,185
June 1 and December 1	2024	<u>600,000</u>	<u>6,900</u>	<u>606,900</u>
and principal due December 1)				
Totals		<u>2,505,000</u>	<u>124,138</u>	<u>2,629,138</u>
Grand totals		<u>28,890,000</u>	<u>4,463,045</u>	<u>17,753,045</u>

OTHER SUPPLEMENTAL INFORMATION

BERWYN SOUTH SCHOOL DISTRICT 100
PROPERTY TAX RATES AND LEVIES
LAST FIVE TAX LEVY YEARS

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Assessed valuation	<u>435,008,965</u>	<u>448,580,914</u>	<u>467,766,208</u>	<u>384,482,866</u>	<u>370,845,863</u>
Rates Extended					
Educational	3.2013	2.9772	3.1940	2.6753	2.7278
Special Education	0.3821	0.2127	0.1943	0.0267	0.0285
Operations/Maintenance	0.5361	0.4772	0.4145	0.4872	0.5075
Debt Service	0.1221	0.4425	0.5963	0.6433	0.6702
Transportation	0.1877	0.1671	0.1526	0.1290	0.1379
IMRF	0.1368	0.1218	0.1112	0.0803	0.0859
Social Security	0.1575	0.1403	0.1281	0.1002	0.1071
Limited Bonds	<u>0.2995</u>	<u>0.0000</u>	<u>0.2850</u>	<u>0.3474</u>	<u>0.3026</u>
Total rates extended	<u>5.0231</u>	<u>4.5388</u>	<u>5.0760</u>	<u>4.4894</u>	<u>4.5675</u>
Levies Extended					
Educational	13,925,941	13,355,019	14,940,452	10,286,070	10,115,933
Special Education	1,662,169	954,312	908,869	102,656	105,691
Operations/Maintenance	2,332,083	2,140,835	1,938,890	1,873,200	1,882,042
Debt Service	530,973	1,985,045	2,789,236	2,473,207	2,485,269
Transportation	816,511	749,502	713,811	495,982	511,396
IMRF	595,092	546,164	520,156	308,739	318,556
Social Security	685,139	629,168	599,208	385,251	397,175
Limited Bonds	<u>1,302,861</u>	<u>-</u>	<u>1,332,912</u>	<u>1,335,553</u>	<u>1,122,329</u>
Total levies extended	<u>21,850,769</u>	<u>20,360,045</u>	<u>23,743,534</u>	<u>17,260,658</u>	<u>16,938,391</u>

NOTE: Tax Rates are expressed in dollars per \$100 of assessed valuation.

BERWYN SOUTH SCHOOL DISTRICT 100
OPERATING COSTS AND TUITION CHARGE (Unaudited)
June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Operating costs per pupil		
Average Daily Attendance (ADA):	<u>3,584</u>	<u>3,358</u>
Operating costs:		
Educational	36,912,065	36,781,303
Operations and Maintenance	3,221,032	3,171,745
Debt Service	4,215,715	4,002,655
Transportation	1,373,842	1,303,856
Municipal Retirement/Social Security	<u>1,194,839</u>	<u>1,115,842</u>
Subtotal	<u>46,917,493</u>	<u>46,375,401</u>
Less Revenues/Expenditures of Nonregular Programs:		
Tuition	207,992	220,305
Debt principal retired	2,717,760	2,460,047
Community services	366,425	367,225
Capital outlay	<u>110,235</u>	<u>184,074</u>
Subtotal	<u>3,402,412</u>	<u>3,231,651</u>
Operating costs	<u>43,515,081</u>	<u>43,143,750</u>
Operating costs per pupil - based on ADA	<u>12,141</u>	<u>12,848</u>
Tuition Charge		
Operating costs:	43,515,081	43,143,750
Less - revenues from specific programs, such as special education or lunch programs	<u>9,479,804</u>	<u>10,380,607</u>
Net operating costs	34,035,277	32,763,143
Depreciation allowance	<u>1,558,210</u>	<u>1,792,138</u>
Allowance tuition costs	<u>35,593,487</u>	<u>34,555,281</u>
Tuition charges per pupil - based on ADA	<u>9,931</u>	<u>10,290</u>

SINGLE AUDIT

Independent Auditor's Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial
Statements Performed in Accordance with Government Auditing Standards

To the Members of Board of Education
Berwyn South School District 100
Berwyn, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the basic financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Berwyn South School District 100 (District) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 27, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of

To the Members of the Board of Education
Berwyn South School District 100

deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.


Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in the internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.


Gassensmith & Michalesko, Ltd.
Certified Public Accountants

October 27, 2020

Independent Auditor's Report on Compliance
for Each Major Program and on Internal Control over
Compliance Required by the Uniform Guidance

To the Members of the Board of Education
Berwyn South School District 100
Berwyn, Illinois

Report on Compliance for Each Major Federal Program

We have audited Berwyn South School District 100's (District) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2020. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those

To the Members of the Board of Education
Berwyn South School District 100

requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combinations of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify

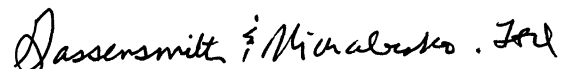
To the Members of the Board of Education
Berwyn South School District 100

any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report of Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the District, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated October 27, 2020, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Gassensmith & Michalesko, Ltd.
Certified Public Accountants

Joliet, Illinois
October 27, 2020

BERWYN SOUTH SCHOOL DISTRICT 100
06-016-1000-02
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2020

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract # ³ (B)	Receipts/Revenues		Expenditure/Disbursements ⁴				Obligations/ Encumb. (G)	Final Status (E)+(F)+(G) (H)	Budget (I)
			Year 7/1/18-6/30/19 (C)	Year 7/1/19-6/30/20 (D)	Year 7/1/18-6/30/19 (E)	Year 7/1/18-6/30/19 Pass through to Subrecipients	Year 7/1/19-6/30/20 (F)	Year 7/1/19-6/30/20 Pass through to Subrecipients			
U.S. DEPARTMENT OF EDUCATION											
<i>Passed through IL State Board of Education</i>											
Title I - Low Income (M)	84-010A	20-4300-00	-	832,030	-	-	832,030	-	-	832,030	1,105,203
Title I - Low Income (M)	84-010A	19-4300-00	1,048,816	137,499	728,690	-	457,625	-	-	1,186,315	1,249,025
Title I - School Improvement	84-010A	20-4331-00	51,700	4,500	56,200	-	-	-	-		60,000
Title III - Lang Inst Program - Limited Eng (LIPLEP)	84.365A	20-4909-00	-	99,520	-	-	93,342	-	-	93,342	114,603
Title III - Lang Inst Program - Limited Eng (LIPLEP)	84.365A	19-4909-00	71,275	45,116	71,275	-	45,116	-	-	116,391	123,494
Title III - Immigrant Education Program	84.365A	20-4905-00	-	2,025	-	-	6,178	-	-	6,179	6,179
Title III - Immigrant Education Program	84.365A	19-4905-00	2,053	4,318	625	-	5,746	-	-	6,371	6,750
Title II - Teacher Quality	84.367A	20-4932-00	-	99,788	-	-	101,682	-	-	101,682	126,592
Title II - Teacher Quality	84.367A	19-4932-00	127,919	-	126,025	-	-	-	-	126,025	154,713
Title IV	84.424A	20-4400-00	-	38,767	-	-	38,718	-	-	38,718	65,145
Title IV	84.424A	19-4400-00	51,914	4,154	49,415	-	6,653	-	-	56,068	74,717
IDEA Flow-through (M)	84.027A	20-4620-00	-	950,478	-	-	943,658	-	-	943,658	957,442
IDEA Flow-through	84.027A	19-4620-00	868,830	-	868,830	-	-	-	-	868,830	934,620
IDEA Preschool Flow-through (M)	84.173A	20-4600-00	-	33,264	-	-	38,153	-	-	38,153	45,323
IDEA Preschool Flow-through	84.173A	19-4600-00	42,346	-	42,346	-	-	-	-	42,346	43,282
IDEA Room & Board	84.027A	19-4625-00	-	8,385	8,385	-	-	-	-	8,385	n/a
Preschool expansion grant	84.419B	19-4902-00	294,799	-	294,799	-	-	-	-	294,799	310,200
TOTAL U.S. DEPARTMENT OF EDUCATION			2,559,652	2,259,844	2,246,590	-	2,568,901	-	-	4,758,292	n/a
U.S. DEPARTMENT OF AGRICULTURE										-	
<i>Passed through IL State Board of Education</i>										-	
National school lunch program	10.555	19-4210-00	-	732,831	-	-	732,831	-	-	732,831	n/a
National school lunch program	10.555	18-4210-00	1,339,582	184,849	1,329,843	-	184,849	-	-	1,514,692	n/a
Summer Food Service Program	10.559	20-4225-00	-	923,930	-	-	923,930	-	-	923,930	n/a
School Breakfast program	10.553	19-4220-00	-	392,154	-	-	392,154	-	-	392,154	n/a
School Breakfast program	10.553	18-4220-00	726,958	119,164	726,958	-	119,164	-	-	846,122	n/a
Fresh Fruits and Vegetables	10.582	19-4240-00	-	58,971	-	-	58,971	-	-	58,971	n/a
Fresh Fruits and Vegetables	10.582	18-4240-00	36,334	-	36,334	-	-	-	-	36,334	n/a
Commodities (non-cash)	10.555	2019	-	96,155	-	-	96,155	-	-	96,155	n/a
Commodities (non-cash)	10.555	2018	83,548	-	83,548	-	-	-	-	83,548	n/a
Department of Defense Fresh Fruits & Vegetables	10.555	2019	-	51,260	-	-	51,560	-	-	51,560	n/a
Department of Defense Fresh Fruits & Vegetables	10.555	2018	59,466	-	59,466	-	-	-	-	59,466	n/a
Child & Adult Care Food Program	10.558	19-4226-00	-	10,069	-	-	10,069	-	-	10,069	n/a
Child & Adult Care Food Program	10.558	18-4226-00	17,600	2,165	17,600	-	2,165	-	-	19,765	n/a
TOTAL U.S. DEPARTMENT OF AGRICULTURE			2,263,488	2,571,548	2,253,749	-	2,571,848	-	-	4,825,597	n/a
U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES										-	
<i>Passed through IL Healthcare & Family Services</i>										-	
Medicaid Matching	93.778	2019-4900	-	101,388	-	-	101,388	-	-	101,388	n/a
Medicaid Matching	93.778	2018-4900	97,172	-	97,172	-	-	-	-	97,172	n/a
TOTAL U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES			97,172	101,388	97,172	-	101,388	-	-	198,560	n/a
TOTALS			4,920,312	4,932,780	4,597,511	-	5,242,137	-	-	9,783,449	n/a

• (M) Program was audited as a major program as defined by §200.518.
The accompanying notes are an integral part of this schedule.

BERWYN SOUTH SCHOOL DISTRICT 100

Notes to Schedule of Expenditures of Federal Awards
June 30, 2020

Note 1 Accounting Basis

The schedule of expenditures of federal awards includes the federal grant activity of the Berwyn South School District 100 (District), and is presented on the modified accrual of accounting. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), therefore some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements. The District has elected not to use the 10 percent de minimus indirect cost rate as allowed under the uniform guidance.

Reconciliation of Schedule of Expenditures of Federal Awards to Basic Financial Statements

Revenues Per Schedule of Expenditures Of Federal Awards	\$4,932,780
Add-Medicaid Fees-For-Service Program	332.991
Minus Non-Cash Commodities	<u>(147,415)</u>
Total Federal Revenues Per Basic Financial Statements	<u>\$5,118,356</u>

Note 2 Subrecipients, Insurance, and Loans

Of the federal expenditures in the schedule, the District did not provide any federal awards to subrecipients. The District did not have any federal insurance in effect during the year, and did not have any federal loans or loan guarantees outstanding at the year end.

BERWYN SOUTH SCHOOL DISTRICT 100

Summary of Findings and Questionable Costs June 30, 2020

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expressed an unmodified opinion on the basic financial statements of Berwyn South School District 100 for the year ended June 30, 2020.

INTERNAL CONTROL OVER FINANCIAL REPORTING

2. No material weaknesses were disclosed during the audit of the financial statements.
3. No significant deficiencies that were not considered to be material weaknesses were disclosed during the audit of the financial statements.
4. No instances of noncompliance material to the financial statements of the District, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.

FEDERAL AWARDS

5. No material weaknesses were disclosed during the audit of compliance over major federal award programs.
6. No significant deficiencies that were not considered to be material weaknesses were disclosed during the audit of compliance over major federal award programs.
7. The Auditor's Report on Compliance for the major federal award programs for the District, expresses an unqualified opinion on the major federal programs.
8. There were no audit findings relative to the major federal award programs for the District.
9. The programs tested as major programs include Special Education Cluster (CFDA 84.173A & 84.027A), and the Title I (CFDA 84.010A).
10. The threshold for distinguishing Types A and B programs was \$750,000.
11. Berwyn South School District 100 was not determined to be a low-risk auditee.

BERWYN SOUTH SCHOOL DISTRICT 100

Summary of Findings and Questionable Costs
June 30, 2020

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

There were no financial statements findings reported for the fiscal year ended June 30, 2020.

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD
PROGRAMS AUDIT

There were no federal award finding reported for the fiscal year ended June 30, 2020.

BERWYN SOUTH SCHOOL DISTRICT 100

Summary Schedule of Prior Audit Findings
June 30, 2020

There are no prior audit findings that affected federally funded programs.

GRANT ACCOUNTABILITY AND TRANSPARENCY ACT SECTION

GASSENSMITH & MICHALESKO, LTD.

CERTIFIED PUBLIC ACCOUNTANTS

323 SPRINGFIELD AVENUE JOLIET, ILLINOIS 60435

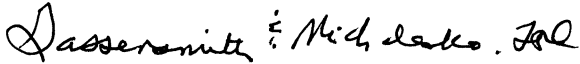
815-744-6200

FAX 815-744-3822

To the Board of Education
Berwyn South School District 100
Berwyn, Illinois

Independent Auditor's Report on Supplementary Information

We have audited the basic financial statements of Berwyn South School District 100 (District) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated October 27, 2020, which contained unmodified opinions on those basic financial statements. Our audit was conducted for the purpose of forming opinions on those financial statements that collectively comprise the basic financial statements. The accompanying Consolidated Year-End Financial Report is presented for purposes of additional analysis as required by the Illinois Grant Authority and Transparency Act and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.


Gassensmith & Michalesko, Ltd.
Certified Public Accountants

October 27, 2020

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11/05/20

Grantee Name	Berwyn South School District 100
ID Numbers	AUDIT:22740 Grantee:673903 DUNS:046454476 FEIN:366004321
Audit Period	7/1/2019 - 6/30/2020
Submitted	11/05/2020; Jennifer Hosty; Business Manager; jhosty@bsd100.org; 7083034008
Accepted	
Program Count	19

All Programs Total				
Category	State	Federal	Other	Total
Personal Services (Salaries and Wages)	0.00	0.00	0.00	0.00
Fringe Benefits	0.00	0.00	0.00	0.00
Travel	0.00	0.00	0.00	0.00
Equipment	0.00	0.00	0.00	0.00
Supplies	0.00	0.00	0.00	0.00
Contractual Services	0.00	0.00	0.00	0.00
Consultant (Professional Services)	0.00	0.00	0.00	0.00
Construction	0.00	0.00	0.00	0.00
Occupancy - Rent and Utilities	0.00	0.00	0.00	0.00
Research and Development	0.00	0.00	0.00	0.00
Telecommunications	0.00	0.00	0.00	0.00
Training and Education	0.00	0.00	0.00	0.00
Direct Administrative Costs	0.00	0.00	0.00	0.00
Miscellaneous Costs	0.00	0.00	58,648,546.00	58,648,546.00
All Grant Specific Categories	1,097,854.00	5,242,137.00	0.00	6,339,991.00
TOTAL DIRECT EXPENDITURES	1,097,854.00	5,242,137.00	58,648,546.00	64,988,537.00
Indirect Costs	0.00	0.00	0.00	0.00
TOTAL EXPENDITURES	1,097,854.00	5,242,137.00	58,648,546.00	64,988,537.00

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State Agency	Department Of Healthcare And Family Services (478)
Program Name	Medical Assistance Program (478-00-0251)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
4th Quarter (Apr.-Jun.) Admin. Expenditures	0.00	101,388.00	0.00	101,388.00
TOTAL DIRECT EXPENDITURES	0.00	101,388.00	0.00	101,388.00

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State Agency	State Board Of Education (586)
Program Name	Child and Adult Care Food Program (586-18-0409)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Food costs and supplies	0.00	12,234.00	0.00	12,234.00
TOTAL DIRECT EXPENDITURES	0.00	12,234.00	0.00	12,234.00

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State Agency	State Board Of Education (586)
Program Name	Early Childhood Block Grant (586-18-0520)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Expenditure-Grant Projects during the Audit Period	277,392.00	0.00	0.00	277,392.00
TOTAL DIRECT EXPENDITURES	277,392.00	0.00	0.00	277,392.00

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11/05/20

State Agency	State Board Of Education (586)
Program Name	Early Childhood Block Grant (586-18-0868)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Expenditure-Grant Projects during the Audit Period	633,730.00	0.00	0.00	633,730.00
TOTAL DIRECT EXPENDITURES	633,730.00	0.00	0.00	633,730.00

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11/05/20

State Agency	State Board Of Education (586)
Program Name	Early Childhood Block Grant (586-44-2222)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Expenditure-Grant Projects during the Audit Period	153,419.00	0.00	0.00	153,419.00
TOTAL DIRECT EXPENDITURES	153,419.00	0.00	0.00	153,419.00

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11/05/20

State Agency	State Board Of Education (586)
Program Name	Fed - Sp Ed - IDEA - Flow Through (586-64-0417)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Expenditure-Grant Projects during the Audit Period	0.00	943,658.00	0.00	943,658.00
TOTAL DIRECT EXPENDITURES	0.00	943,658.00	0.00	943,658.00

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11/05/20

State Agency	State Board Of Education (586)
Program Name	Fed. - Sp. Ed. - Pre-School Flow Through (586-57-0420)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Expenditure-Grant Projects during the Audit Period	0.00	38,153.00	0.00	38,153.00
TOTAL DIRECT EXPENDITURES	0.00	38,153.00	0.00	38,153.00

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11/05/20

State Agency	State Board Of Education (586)
Program Name	Fresh Fruit and Vegetables (586-18-0413)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Revenues-Grant Projects during the Audit Period	0.00	58,971.00	0.00	58,971.00
TOTAL DIRECT EXPENDITURES	0.00	58,971.00	0.00	58,971.00

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11/05/20

State Agency	State Board Of Education (586)
Program Name	National School Lunch Program (586-18-0407)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Food costs and supplies	0.00	917,680.00	0.00	917,680.00
TOTAL DIRECT EXPENDITURES	0.00	917,680.00	0.00	917,680.00

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State Agency	State Board Of Education (586)
Program Name	Non-Cash Commodity Value (586-18-2330) <i>This program was added by the grantee</i>
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Revenues-Grant Projects during the Audit Period	0.00	147,715.00	0.00	147,715.00
TOTAL DIRECT EXPENDITURES	0.00	147,715.00	0.00	147,715.00

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State Agency	State Board Of Education (586)
Program Name	Preschool Expansion Grant (586-14-0869)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
	0.00	0.00	0.00	0.00
TOTAL DIRECT EXPENDITURES	0.00	0.00	0.00	0.00

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State Agency	State Board Of Education (586)
Program Name	School Breakfast Program (586-18-0406)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Food costs and supplies	0.00	511,318.00	0.00	511,318.00
TOTAL DIRECT EXPENDITURES	0.00	511,318.00	0.00	511,318.00

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State Agency	State Board Of Education (586)
Program Name	State Program - After School Programs (586-84-1531)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Expenditure-Grant Projects during the Audit Period	33,313.00	0.00	0.00	33,313.00
TOTAL DIRECT EXPENDITURES	33,313.00	0.00	0.00	33,313.00

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State Agency	State Board Of Education (586)
Program Name	Summer Food Service Program (586-18-0410) <i>This program was added by the grantee</i>
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Revenues-Grant Projects during the Audit Period	0.00	923,930.00	0.00	923,930.00
TOTAL DIRECT EXPENDITURES	0.00	923,930.00	0.00	923,930.00

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State Agency	State Board Of Education (586)
Program Name	Title I - Low Income (586-44-0414)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Expenditure-Grant Projects during the Audit Period	0.00	1,289,655.00	0.00	1,289,655.00
TOTAL DIRECT EXPENDITURES	0.00	1,289,655.00	0.00	1,289,655.00

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State Agency	State Board Of Education (586)
Program Name	Title II - Teacher Quality - Improving Teacher Quality State Grants (586-43-0430)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Expenditure-Grant Projects during the Audit Period	0.00	101,682.00	0.00	101,682.00
TOTAL DIRECT EXPENDITURES	0.00	101,682.00	0.00	101,682.00

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State Agency	State Board Of Education (586)
Program Name	Title III Immigrant Education Programs - Lang Inst Prog-Limited End LIPLEP (586-18-0428)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Expenditure-Grant Projects during the Audit Period	0.00	150,382.00	0.00	150,382.00
TOTAL DIRECT EXPENDITURES	0.00	150,382.00	0.00	150,382.00

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State Agency	State Board Of Education (586)
Program Name	Title IV Safe and Drug Free Formula (Inactive) (586-18-0421)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
	0.00	0.00	0.00	0.00
TOTAL DIRECT EXPENDITURES	0.00	0.00	0.00	0.00

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State Agency	State Board Of Education (586)
Program Name	Title IVA Student Support and Academic Enrichment (586-44-1588)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Expenditure-Grant Projects during the Audit Period	0.00	45,371.00	0.00	45,371.00
TOTAL DIRECT EXPENDITURES	0.00	45,371.00	0.00	45,371.00

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Program Name	Other grant programs and activities
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Category	State	Federal	Other	Total
	0.00	0.00	0.00	0.00
TOTAL DIRECT EXPENDITURES	0.00	0.00	0.00	0.00

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Program Name	All other costs not allocated
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Category	State	Federal	Other	Total
Miscellaneous Costs	0.00	0.00	58,648,546.00	58,648,546.00
TOTAL DIRECT EXPENDITURES	0.00	0.00	58,648,546.00	58,648,546.00